COMPREHENSIVE ANNUAL FINANCIAL REPORT

THE · CITY · OF

COPPELL

TEXAS · 1890

FOR FISCAL YEAR ENDED
SEPTEMBER 30, 2017

CITY OF COPPELL, TEXAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2017

Prepared by:

Department of Finance

Jennifer Miller
Director of Finance

CITY OF COPPELL, TEXAS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2017

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THE · CITY · OF
COPPELL
TEXAS · 1890

February 20, 2018

Honorable Mayor and City Council
City of Coppell, Texas

Dear Mayor and Council:

The Comprehensive Annual Financial Report of the City of Coppell, Texas (the "City"), for the year ended September 30, 2017, is hereby submitted as mandated by both local ordinances and state statutes. These ordinances and statutes require that the City issue an annual report on its financial position and activity, and that an independent firm of certified public accountants audit this report.

Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with management. Management of the City is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft or misuse, and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The City Council selected the firm of Weaver and Tidwell, L.L.P. to audit these financial statements. The independent auditor has issued an unmodified ("clean") opinion on the City's financial statements for the year ended September 30, 2017, and the auditor's report is located at the front of the financial section of the Comprehensive Annual Financial Report.

Management provides a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the independent auditor's report.

Profile of the Government

Location and Population:

The City of Coppell is located in the northwest portion of Dallas County with a small area of the City extending into Denton County. The City is bound by the cities of Lewisville on the north, Grapevine on the west, Carrollton on the east, Irving on the south, Dallas on the southeast, and the Dallas-Fort Worth International Airport on the southwest. Interstate Highway 635 is a direct route between the City and City of Dallas. The City of Fort Worth is approximately 20 miles to the southwest via Highway 121. Coppell's land area is 14.71 square miles and has an estimated population of 40,820.

Governing Body:

The City of Coppell was originally incorporated December 17, 1955. The current Charter was adopted January 18, 1986 and amended August 28, 2001. The City is a home rule city and operates under the Council-Manager form of government. The legislative and governing body of the City consists of a Mayor and seven (7) Council members and is known as the "City Council of the City of Coppell, Texas." The Council members are elected by place at large under the general provisions provided by Article III of the Charter for three (3) year terms. The three (3) year terms are staggered. Commencing with the regular municipal election of 2002, council members for Places 1, 3, 5, and 7 shall be elected for a term of three (3) years. Commencing with the regular municipal election of 2003, council members for Places 2, 4, 6, and the mayor shall be elected for a term of three (3) years. The Mayor and each Councilmember, unless sooner removed under the provisions of the City Charter, hold office until a successor is elected and qualified. Regular terms of office commence at the beginning of the first regular meeting of the Council in May or following the final election as provided in section 3.01 of the City Charter.

The Charter requires that the Council appoint a City Manager to act as the chief administrative and executive officer of the City. The City Manager is not appointed for a definite fixed time and may be removed at the will and pleasure of the majority of the Council. It is the responsibility of the City Manager to appoint and remove department heads and conduct the general affairs of the City in accordance with the policies of Council.

Services Provided by the City:

The City provides to its citizens those services which have proven to be necessary and meaningful and can be provided by the City at the least cost. Major services provided are: police and fire protection, emergency ambulance service, water and sewer service, park and recreational facilities and a library with 85,474 physical volumes and 12,353 digital volumes. Other services include planning future land use, traffic control, building inspection, and environmental control.

Electrical, gas, telephone and cable television services are provided by privately-owned utility companies. These companies are Oncor, Atmos, Verizon, AT&T, and Spectrum, respectively.

Budgeting:

The City Charter establishes the fiscal year as the twelve-month period beginning October 1. The departments submit to the City Manager a budget of estimated expenditures for the ensuing fiscal year no later than the first of July. The City Manager subsequently submits a budget of estimated expenditures and revenues, by August 5, to the City Council.

Upon receipt of the budget estimates, the Council holds a public hearing on the budget ordinance and tax rate ordinance. Information about the budget ordinance is then published in the official newspaper of the City. The Council is precluded from passing the budget ordinance until fourteen days have passed after the ordinance publication.

During the fiscal year, budgetary control is maintained by comparison of departmental appropriation balances with purchase orders prior to their release to vendors. Purchase orders which exceed appropriated balances are not released until they have been further reviewed and approved by the City Manager or his designee.

Departmental appropriations, that have not been expended or encumbered by the departments at the end of the fiscal year, lapse. Therefore, funds that were budgeted and not used by the departments during the fiscal year are not available for their use unless appropriated in the ensuing fiscal year's budget.

The City Council approves annual appropriations for operations and interfund transfers for all operating and debt service funds. The City Manager has the authority to transfer unexpended balances between departmental budgets within appropriated funds. The City Council, however, must approve any increase in fund appropriations. The legal level of budgetary control is the fund level. For additional information about the budget process, see Note 2 of the Notes to Financial Statements.

Reporting Entity:

This report includes all funds of the City of Coppell and its component units. A component unit is a legally separate entity for which the city is financially accountable. A "blended component unit", although a legally separate entity is, in substance, part of the City's operations. Accordingly, the Coppell Recreation Development Corporation #1 and Coppell Recreation Development Corporation #2 are reported in two special revenue funds, a capital project fund, and a debt service fund and The Coppell Economic Development Foundation is recorded as a special revenue fund.

Local Economy

Coppell has a large industrial area within the City with rail service and adequate water storage to meet fire protection and other demands. The City is not financially dependent upon any one industry or type of industry. The City recognizes the value of industry to its economic base and continues to seek industry which will be beneficial to the community.

The City has direct access to Interstate Highway 635 and easy access to Interstate Highway 35. Railroad freight service is provided by the Dallas, Garland, and Northeastern Railroad which operates along the Cotton Belt Rail Corridor. The City is located only four miles northeast of the Dallas-Fort Worth International Airport.

The City is served by the Coppell Independent School District (CISD), one of the highest rated school districts in the Dallas-Fort Worth metropolitan area. The City has two high schools, three middle schools, and ten elementary schools. Enrollment for 2016/17 school year was 12,349 with a pupil-teacher ratio of one teacher to 17 students. The school administration and citizenry have taken an aggressive approach in the support and financing of an outstanding school system and excellent facilities.

Colleges within close proximity to the City are Northlake College, Tarrant County College, Southern Methodist University, University of Dallas, University of North Texas, Texas Woman's University, University of Texas at Dallas, University of Texas at Arlington, and Texas Christian University, all of which are well-known for their educational standards.

Medical services are provided by the Coppell Family Physicians. Full service hospitals in the immediate area include Trinity Medical Center, Las Colinas Medical Center, Medical Center Lewisville and Baylor-Grapevine Hospital. An advanced life support program is provided by paramedic employees of the City's fire department.

Coppell, located in the Dallas-Fort Worth Metroplex, and included as one of the thirteen cities which comprise the Mid-Cities, continues to grow and develop. This growth and development should continue in subsequent years as Coppell has close proximity to the Dallas-Fort Worth metropolitan area and the Dallas-Fort Worth International Airport.

The City has recognized the need for planning of its systems for handling growth as well as land-use planning and development. Many hours continue to be spent by a highly competent and professional staff to ensure positive benefits from development.

Long-term Financial Planning

Unassigned Fund Balance:

The $37,312,725 unassigned fund balance in the General Fund is the equivalent of 69.3 percent of expenditures. The financial policy guidelines set by the Fund Balance Policy approved by the governing body states that the unassigned classification includes all amounts not contained in other classifications and that the unassigned fund balance for the general fund will be maintained at a level sufficient to provide the required resources to meet operating costs needs, to allow for unforeseen needs of an emergency nature, and to permit orderly adjustments to changes resulting from fluctuation of revenue sources. On an annual basis, the City studies a five-year plan for evaluating tax rates and utility rates as they relate to debt financing for capital needs and the operating costs of providing services to citizens.

Authority to Issue Debt:

The City Charter states "the City shall have the power to borrow money on the credit of the City and to issue general obligation bonds for permanent public improvements or for any other public purpose not prohibited by law and this charter and to issue refunding bonds to refund outstanding bonds previously issued." The Charter precludes the use of bond proceeds for any purpose other than that for which the bonds were sold.

Bond Rating

The City's bond ratings are as follows:

	General Obligation	Sales Tax
Standard & Poor's	AAA	AA
Moody's Investor Services	Aaa	Aa2

Major Initiatives

With over 28 million square feet of commercial space in the City of Coppell, vacancy rates continue to remain low in all commercial categories. Several buildings are currently under construction for both build-to-suit and speculative projects. The City welcomed approximately 70 businesses to town in 2017, including restaurants, retail establishments, industrial warehouses and corporate headquarters. These additional corporate citizens bring the total number of businesses in Coppell to approximately 1,500, and the total commercial value close to $3,000,000,000.

While new development and business attraction will always remain a critical focus, creating new investment through business retention and redevelopment has become more important as the City nears build-out. As a part of business retention efforts, the City hosted its 1st Annual Job Fair for Coppell businesses in 2017. The event had a large turnout from both participating businesses and job seekers, and the businesses have requested two job fairs in 2018.

To streamline the development process in Coppell and provide a cohesive environment to do business, several existing divisions within the City were reorganized to form a new department. The Community Development Department consists of divisions that focus on the physical development of the community including Planning and Zoning, Building Inspections, Environmental Health, Economic Development and Development Services. This reorganization facilitates the development process and unifies guidance for long-term growth and redevelopment.

The City continues to invest in City facilities, roadways, community events, and public spaces. Life Safety Park opened in early 2017, providing education to school children, families, and the general public. The facility houses the City's Emergency Operations Center and provides a variety of features which are available to the public for meetings and events. In 2017, the City also made improvements to the Coppell Animal Shelter.

The grand reopening of the Andrew Brown Park system was celebrated on July 1, 2017 with activities and entertainment throughout the day and an extended firework display to end the night.

The interactive Festival Plaza with Grand Pavilion and waterside Civic Green provided the setting for the community event. Andrew Brown Park was also home to the brand-new Kaleidoscope event in 2017 which celebrated the cultural diversity of the community through music, dance, art, food and more. The City received acclaim for these and several other events hosted in a variety of public spaces throughout town.

Old Town Coppell remains a popular destination for both residents and visitors, and its development remains a goal for City Council. A Community Arts Center in the Main Street Development is being considered, as well as proposals for a Marketing Plan and Old Town Coppell signage.

Roadway improvements continue to improve access in and around the City. The design for the reconstruction of South Freeport Parkway was completed in 2017, and construction will begin in early 2018. Construction of additional hike and bike trails as well as the improvements to drainage and open spaces will begin in the near future. All of these projects in 2017 demonstrate the City's commitment to its goal of making Coppell a Community for a Lifetime.

Awards and Acknowledgments

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a "Certificate of Achievement for Excellence in Financial Reporting" to the City of Coppell for its Comprehensive Annual Financial Report for the fiscal year ended September 30, 2016. The Certificate of Achievement is the highest form of recognition for excellence in state and local government reporting.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report whose contents conform to program standards. Such comprehensive annual financial report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The City of Coppell received the Certificate of Achievement for the last twenty-eight years (fiscal years ended September 30, 1989-2016). We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the Finance Department. We would like to express our appreciation to all members of the Department who assisted and contributed in its preparation. We would like to thank the members of the City Council for their cooperation and support, without whom the accomplishments and improvements realized in the current year would not have been possible.

Respectfully submitted,

Mike Land
City Manager

Jennifer Miller
Director of Finance

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Coppell

Texas

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2016

Christopher P. Morrill

Executive Director/CEO

City of Coppell, Texas

Principal Officers

Fiscal Year 2016-2017

MAYOR

Karen Hunt

MAYOR PRO TEM

Nancy Yingling

CITY COUNCIL

Cliff Long
Brianna Hinojosa-Flores
Wes Mays
Gary Roden
Marvin Franklin
Mark Hill

CITY MANAGER

Mike Land

DEPUTY CITY MANAGERS

Noel Bernal
Traci Leach

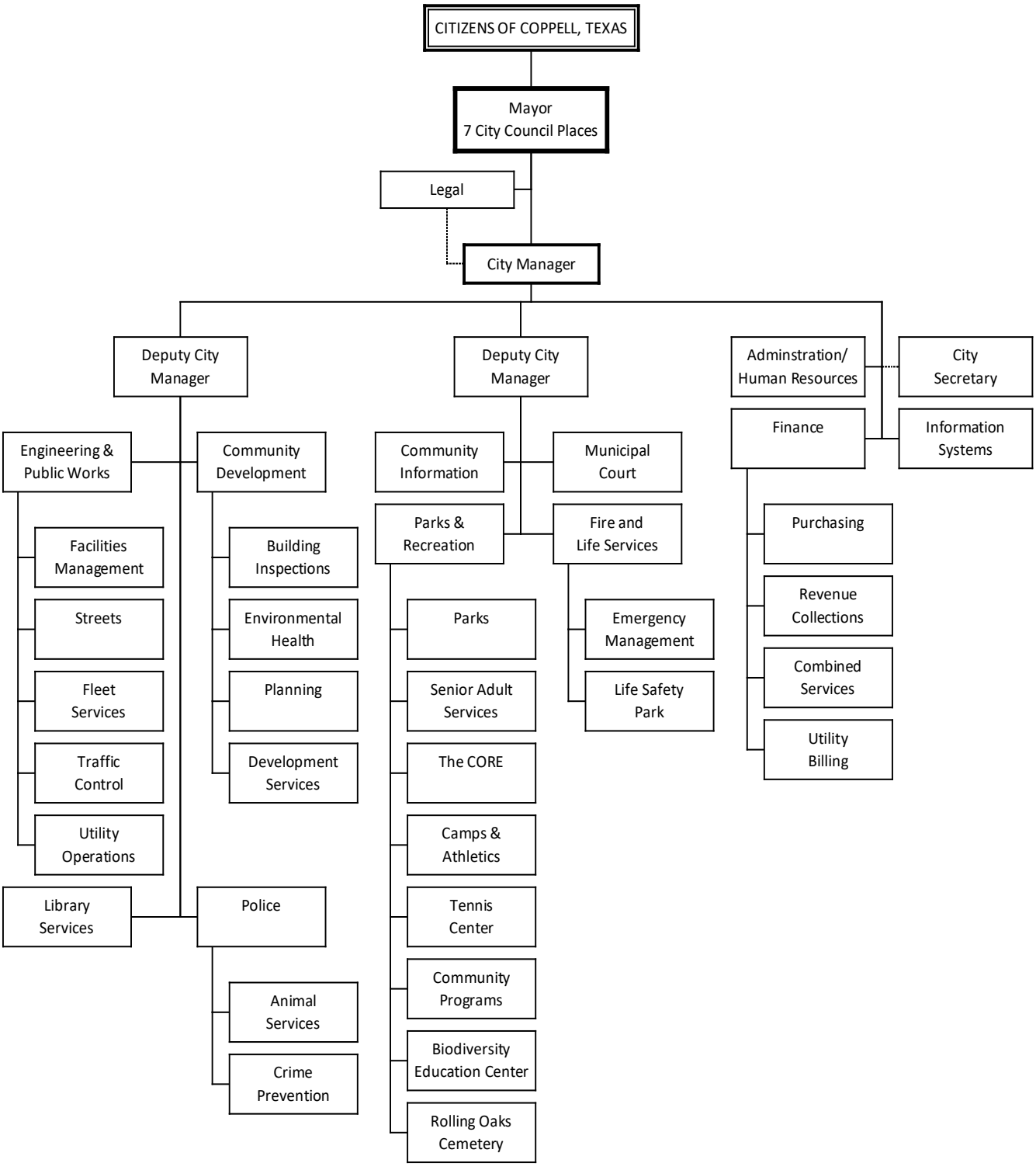
DIRECTOR OF FINANCE

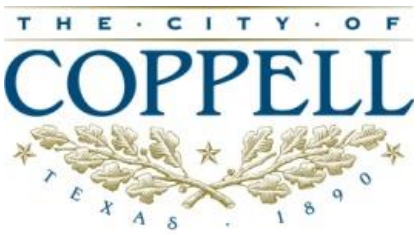
Jennifer Miller

ASSISTANT DIRECTOR OF FINANCE

Kim Tiehen

City-Wide Organizational Chart

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Independent Auditor's Report

The Honorable Mayor, City Council, and City Manager
City of Coppell, Texas

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Coppell (the City), as of and for the year ended September 30, 2017, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of September 30, 2017, and the respective changes in financial position, and, where applicable, cash flows thereof, and the respective budgetary comparisons for the general fund and the infrastructure maintenance special revenue fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis (pages 15-27), TMRS pension schedules (pages 75-76), and other post-employment benefits (OPEB) schedules (pages 77-78) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual fund financial statements and schedules, statistical section, reports for management, and continuing financial disclosure tables are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory section, statistical section, reports for management, and continuing financial disclosure tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

The Honorable Mayor, City Council, and City Manager
City of Coppell, Texas

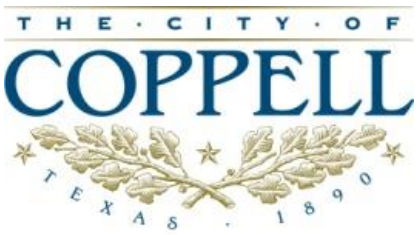
Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 20, 2018, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City's internal control over financial reporting and compliance.

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Dallas, Texas
February 20, 2018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COPPELL
TEXAS · 1890

CITY OF COPPELL, TEXAS

MANAGEMENT'S DISCUSSION AND ANALYSIS

SEPTEMBER 30, 2017

Our discussion and analysis of the City of Coppell's (the City) financial performance provides an overview and analysis of the City's financial activities for the fiscal year ended September 30, 2017. Please read it in conjunction with the accompanying transmittal letter and the accompanying basic financial statements.

FINANCIAL HIGHLIGHTS

- The City's net position at the close of the fiscal year ended September 30, 2017 was $347.0 million. Of this amount, $67.1 million (unrestricted component of net position) may be used to meet the City's ongoing obligations to citizens and creditors.

- The City's net position of governmental activities increased by $18.5 million or 6.9 percent. The increase is attributable to a $2.2 million increase in property tax revenues and an increase of $7.0 million in sales tax collections. Although the property tax rate decreased slightly ($0.00475), property values continue to rise because of the continued growth of the economy in the Dallas-Fort Worth area. The increase in sales tax is attributed to a strong local economy and overall growth of business in the City.

- Net position of the City's business type activities decreased by $1.3 million as a result of increased cost of water and sewer treatment purchases.

- Current and other assets of the governmental activities decreased $0.1 million or less than 0.1 percent in comparison with the prior fiscal year. The decrease relates to the fact that the City finished several projects. Specifically, the Library remodel project, the Life Safety Park, and the Andy Brown Park projects were completed and required payments.

- Total expenses of all the City's programs increased during the current fiscal year by $6.9 million or 7.5 percent. The increase is attributed to increases of $1.5 million of water and sewer expenses, $1.1 million in general government, $0.5 million in public works expenses, $3.0 million in public safety expenses, $1.2 million in culture and recreation expenses, and reduced by decreases of $0.1 million in interest on long term debt, $0.3 million in bond issuance costs, and $1.7 million in general government expenses.

- As of September 30, 2017, the City's governmental funds reported combined ending fund balances of $114.3 million, a decrease of $0.3 million in comparison with the prior fiscal year. Approximately $37.3 million, or approximately 69.3 percent of total General Fund expenditures is available for spending at the City's discretion (unassigned fund balance).

OVERVIEW OF THE FINANCIAL STATEMENTS

Management's discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the City's finances in a manner similar to private-sector business.

The statement of net position presents information on all the City's assets and deferred outflows, as well as liabilities and deferred inflows, with the difference between these reported as net position. Over time, the increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating. The statement of net position combines and consolidates governmental funds' current financial resources (short-term spendable resources) with capital assets and long-term obligations. Other non-financial factors should also be taken into consideration, such as changes in the City's property tax base and the condition of the City's infrastructure (i.e. roads, drainage improvements, storm and sewer lines, etc.) to assess the overall health or financial condition of the City.

The statement of activities presents information showing how the City's net position changed during the most recent fiscal year. All the current year's revenues and expenses are taken into account regardless of when cash is received or paid. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (such as uncollected taxes and earned but unused vacation leave.) Both the statement of net position and the statement of activities are prepared utilizing the accrual basis of accounting.

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, public safety, public works, and culture and recreation. The business-type activities of the City include the water and sewer system.

The Recreation Development Corporation and the Coppell Economic Development Foundation, although legally separate, function for all practical purposes as departments of the City of Coppell, and therefore have been included as an integral part of the primary government.

The government-wide financial statements can be found in the basic financial statements section of this report.

Reporting the City's Most Significant Funds

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. The governmental funds' focus on *near-term inflows and outflows of spendable resources* helps users of the financial statements to determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities.*

The City maintains twenty-eight individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, the general obligation debt service fund, the streets capital project fund and the recreation development capital project fund, and the infrastructure and maintenance special revenue fund, all of which are considered to be major funds. Data from the other twenty-three governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* elsewhere in this report.

Proprietary funds. The City maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses an enterprise fund to account for its water and sewer operations. The *Internal Service fund* is an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its self-funded health program and capital replacement program. Because these services predominantly benefit governmental rather than business-type functions, it has been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water and Sewer Fund, which is considered to be a major fund of the City as well as information for the internal service funds.

Permanent funds are used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used to support programs of the City. The permanent fund reported by the City is used to account for the assets and earnings used to support the operations and maintenance of the Rolling Oaks Cemetery.

The City as Trustee

Reporting the City's Fiduciary Responsibilities

Fiduciary funds. The City maintains one *agency fund*, the Health Reimbursement Arrangement Fund. An agency fund is a type of Fiduciary fund. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. Agency funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operations.

Trust Funds. The City uses *trust funds* to account for trust arrangements under which principal and income benefit individuals, private organizations, or other governments. The Private-purpose Trust fund reported by the City is used to account for preneed internment and memorial arrangements made through the Rolling Oak Cemetery. The OPEB Trust fund reported by the City is used to report resources that are required to be held in trust for employees and their beneficiaries.

Notes to the financial statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other information

In addition to the basic financial statements and accompanying notes, this report presents certain required supplementary information concerning the City's retirement plan and the progress in funding its obligation to provide other post-employment benefits to employees. The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information.

The City as a Whole

Government-wide Financial Analysis

The City's combined net position was $347.0 million as of September 30, 2017. Analyzing the net position of governmental and business-type activities separately, the business type activities net position is $60.5 million. This analysis focuses on the net position (Table 1), general revenues (Table 2), and changes in net position (Table 3) of the City's governmental and business-type activities.

By far the largest portion of the City's net position (70.2 percent) reflects its investment in capital assets (such as land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves generally are not used to liquidate these liabilities.

Table 1
NET POSITION
(In millions)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2017	2016	2017	2016	2017	2016
Current and other assets	$ 134.2	$ 134.3	$ 13.4	$ 13.7	$ 147.6	$ 148.0
Capital assets	276.8	269.3	49.8	51.0	326.6	320.3
Total assets	411.0	403.6	63.2	64.7	474.2	468.3
Deferred outflows of resources	10.2	12.0	0.4	0.5	10.6	12.5
Long-term debt outstanding	122.8	130.1	1.1	1.4	123.9	131.5
Other liabilities	11.3	16.8	2.0	2.0	13.3	18.8
Total liabilities	134.1	146.9	3.1	3.4	137.2	150.3
Deferred inflows of resources	0.6	0.7	-	-	0.6	0.7
Net position:						
Net investment in capital assets	194.0	206.6	49.7	50.5	243.7	257.1
Restricted	36.2	35.5	-	-	36.2	35.5
Unrestricted	56.3	25.9	10.8	11.3	67.1	37.2
Total net position	$ 286.5	$ 268.0	$ 60.5	$ 61.8	$ 347.0	$ 329.8

Governmental Activities

The City's general revenues increased when compared to the prior year by 14.7 percent or $11.1 million. The primary reason for the increase was increases in sales and property tax revenues of $7.0 million and $2.2 million respectively. The sales tax increase is attributed to overall growth of business in the City, a healthy economy, and a $3.8 million one-time accounting accrual. The property tax increase is attributed to a rise in taxable assessed property values.

The citizens approved the collection of ¼ of one percent of sales tax for street maintenance and another ¼ of one percent for a crime prevention district. The sales tax collected for street maintenance is recorded in the Infrastructure Maintenance Special Revenue Fund and the sales tax collected for the Crime Prevention District is recorded in the Crime Prevention District Special Revenue Fund.

The increase in the City's general revenues is detailed below (Table 2):

Table 2
General Revenues
(in Millions)

	2017	2016	Increase (Decrease)
Property Tax	$ 38.5	$ 36.3	$ 2.2
Sales Tax	40.8	33.8	7.0
Franchise Tax	4.5	4.3	0.2
Hotel Occupancy Tax	0.2	-	0.2
Investment Earnings	0.9	0.4	0.5
Miscellaneous	0.9	0.6	0.3
Transfers	0.7	-	0.7
Total general revenues	$ 86.5	$ 75.4	$ 11.1

Governmental activities increased the City's net position by $18.5 million. The key elements of this increase are as follows:

Table 3
Changes in Net Position
(in Millions)

	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
Revenues:						
Program revenues:						
Charges for services	$ 9.0	$ 9.3	$ 16.3	$ 14.3	$ 25.3	$ 23.6
Operating grants and contributions	0.5	-	-	-	0.5	-
Capital grants and contributions	2.9	3.7	1.1	0.4	4.0	4.1
General revenue and transfer:						
Property tax	38.5	36.3	-	-	38.5	36.3
Sales tax	40.8	33.8	-	-	40.8	33.8
Franchise tax	4.5	4.3	-	-	4.5	4.3
Other	2.7	1.0	(0.2)	0.6	2.5	1.6
Total revenues and transfer	98.9	88.4	17.2	15.3	116.1	103.7
Expenses:						
General government	11.8	10.7	-	-	11.8	10.7
Public safety	29.5	26.5	-	-	29.5	26.5
Public works	20.5	20.0	-	-	20.5	20.0
Culture and recreation	15.4	14.2	-	-	15.4	14.2
Bond issuance costs	-	0.3	-	-	-	0.3
Interest on long-term debt	3.2	3.3	-	-	3.2	3.3
Water	-	-	10.2	10.8	10.2	10.8
Sewer	-	-	8.3	6.2	8.3	6.2
Total expenses	80.4	75.0	18.5	17.0	98.9	92.0
Increase (decrease) in net position	18.5	13.4	(1.3)	(1.7)	17.2	11.7
Net position – October 1	268.0	254.6	61.8	63.5	329.8	318.1
Net position – September 30	$ 286.5	$ 268.0	$ 60.5	$ 61.8	$ 347.0	$ 329.8

Sales tax revenue increased $7.0 million which is attributed to a strong economy and an overall growth of business in the City. Capital Grants and Contributions decreased by $0.8 million. NTTA contributions decreased by $3.1 million for the Highway 121 project. The City had an increase in developer contributions of $1.4 million because of street projects on Kyra Court of $0.2 million, Northwestern of $0.7 million, and Westhaven of $0.6 million.

The most significant governmental expense for the City was in providing public safety, which incurred expenses of $29.5 million. While funded primarily through general revenues, these expenses were partially offset by revenues collected from a variety of sources, with the largest being from fines and forfeitures, which were $1.5 million for the fiscal year ended September 30,

2017, which was a $0.2 million decrease from the previous fiscal year. The most significant portion of public safety expenses is the cost of personnel, which was approximately $19.4 million.

Business-type Activities

Program revenues of the City's business-type activities were $17.4 million for the fiscal year ended September 30, 2017. Program revenues increased approximately $2.7 million or 18.4 percent as compared to the prior fiscal year primarily due to an increase of $1.1 million in water sales and an increase of $0.9 million in sewer services sales. Expenses for the City's business-type activities increased by $1.5 million over the prior fiscal year due to $0.4 million increase in the cost of water purchases, $0.7 million increase in sewer treatment purchases, and $0.4 million increase in supplies and services related to inflow and infiltration repairs.

- The City's water and sewer system recorded charges for services of $16.3 million. The final budget was $16.0 million.

- The final budget for operating expenses totaled $18.0 million, and actual operating expenses totaled $18.5 million.

Change in net position was anticipated to be a decrease of $1.5 million and actual change in net position was a decrease of $1.3 million. The actual decrease was less than anticipated because of a decrease in TRA surcharges of $0.1 million.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of the fiscal year 2017, the City had $326.6 million, net of accumulated depreciation, invested in a broad range of capital assets, including police and fire equipment, buildings, park facilities, streets, and water and sewer lines. (See Table 4) This amount represents a net increase (including additions and deductions) of $6.3 million or 2.0 percent more than the prior fiscal year.

Table 4
Net Investment in Capital Assets at Year-end
(in Millions)

	Governmental Activities		Business-type Activities		Totals	
	2017	2016	2017	2016	2017	2016
Land	$ 39.4	$ 41.6	$ 0.8	$ 0.8	$ 40.2	$ 42.4
Building and Improvements	57.0	50.2	1.0	1.0	58.0	51.2
Parks and Improvements	56.6	31.2	-	-	56.6	31.2
Streets and Improvements	110.1	90.9	-	-	110.1	90.9
Water and Sewer System	-	-	47.0	48.5	47.0	48.5
Vehicles, Machinery and Equipment	10.2	6.6	0.8	0.6	11.0	7.2
Construction in Progress	3.5	48.8	0.2	0.1	3.7	48.9
Total	$ 276.8	$ 269.3	$ 49.8	$ 51.0	$ 326.6	$ 320.3

This year's major additions included (in millions):

Andrew Brown Park Redevelopment	$ 9.1
Various Street Projects	3.7
Service Center Expansion	2.1
Vehicles	1.8
Library Renovation	1.5
Servers, Traffic Signals, & Surveillance System	1.1
Water Utilities Machinery	0.5
Justice Center Court Remodel & Equipment	0.5
Right of Way Acquisition – Beltline & HW 121	0.4
Joint Fire Training Facility	0.3
Utility Tractor and Accessories	0.2
School Bus for Camp	0.2
Life Safety Park	0.2
Total	$ 21.6

More detailed information about the City's capital assets is presented in Note 4 in the notes to the financial statements.

Long Term Liabilities

At year-end, the City had $93.0 million in bonds outstanding as compared to $100.8 million at the end of the prior fiscal year, a decrease of 7.7 percent as shown in Table 5.

Table 5
Outstanding Bonded Debt, at Year-end
(in Millions)

	Governmental Activities		Business-type Activities		Totals	
	2017	2016	2017	2016	2017	2016
General Obligation Bonds (Backed by the City)	$ 63.6	$ 70.3	$ 0.1	$ 0.5	$ 63.7	$ 70.8
Sales Tax Bonds (Backed by Sales & Use Tax)	29.3	30.0	-	-	29.3	30.0
Total	$ 92.9	$100.3	$ 0.1	$ 0.5	$ 93.0	$100.8

The City is permitted by Article XI, Section 5, of the State of Texas Constitution to levy taxes up to $2.50 per $100 of assessed valuation for general governmental services including the payment of principal and interest on general obligation long-term debt. The City had a tax margin of $1.921 per $100 assessed valuation based upon the maximum rates prescribed by law.

The City maintains a self-funded health program. The self-funded health program is responsible for medical claims up to a stop loss of $125,000 per covered individual with an unlimited life time maximum during the fiscal year. Coverage from a private insurance company is maintained for losses in excess of the stop loss amount. An independent claims administrator performs all claims handling procedures.

The City and its employees contribute to the Texas Municipal Retirement System, and recent changes to standards of the Governmental Accounting Standards Board related to pension reporting have resulted in increased volatility of the net pension liability shown in the last two fiscal years financial statements. Net pension liability of the City increased $0.4 million in fiscal year 2017 to $21.3 million. Detailed information about the net pension liability is presented in Note 10 in the notes to the financial statements.

Other obligations include accrued vacation pay, and other post-employment liability. Information about the City's long-term liabilities is presented in Note 5 in the notes to the financial statements, and detailed information about accrued vacation pay and other post-employment liability is presented in Notes 6 and 13.

THE CITY'S FUNDS

- At the close of the City's fiscal year on September 30, 2017, the governmental funds of the City reported a combined fund balance of $114.3 million, a decrease of $0.3 million compared to prior year. The primary reason for the decrease in the governmental fund balance as compared to the previous year is attributed to an increase of $4.7 million in property and sales tax revenue, a decrease of $10.0 million in bond issuance financing, a decrease in capital project expenditures by the Recreation Development Corporation and Recreation Capital Project Fund; specifically Andrew Brown Park, $3.5 million; Life Safety Park, $2.2 million, a $0.3 increase in the capital expenditures for streets for improvements to Beltline, and an increase in expenditures in the Infrastructure Maintenance Special Revenue Fund of $0.5 million for the ERP project as well as the HR software project.

- The fund balance of the City's General Fund of $57.5 million increased $0.1 million when compared to prior year fund balance. The net change in fund balance in prior year was a decrease of $1.7 million. The decrease in the net change in fund balance between years is the result of increased revenues of $3.8 million, mostly from property and sales tax revenue increases, offset by a $2.2 million increase in expenditures, $3.4 million increase in net transfers to other funds, and $0.2 million increase in sale of capital assets.

- The City's General Obligation fund balance increased $0.1 million from the prior year fund balance to $1.0 million. The increase was a result of a decrease in bond issuance cost of $0.1 million.

- The City spent $1.6 million in capital outlay in the Streets Capital Project Fund, a decrease of $7.0 million as compared to the prior year. The decrease is the result of a combination of decrease of $6.5 million in expenditures related to Bethel Road, a decrease of $0.5 million in expenditures related to the ADA Transition Plan.

- The City's Infrastructure Maintenance Special Revenue Fund balance increased $2.3 million from the prior year fund balance to $16.7 million. The net change in fund balance in the prior year was an increase of $0.7 million, for a net increase between years of $1.6 million. The

increase was a result of increases of $0.4 million in sales tax revenue, offset by a $1.9 million decrease in various streets maintenance expenditures.

- The Recreation Development Capital Project fund was a new fund in fiscal year 2015 and received funds from the issuance of $29.0 million in bonds in that year. In the 2017 fiscal year, construction commenced on aforementioned projects, resulting in a capital outlay decrease from $20.6 million to $11.8 million, and a fund balance decrease of $10.0 million to $1.0 million.

- The City's Water and Sewer Fund net position of $60.5 million decreased $1.4 million from the prior year. The change in net position in fiscal year 2016 was a decrease of $1.7 million. Although operating revenues turned around from a $1.3 million increase in fiscal year 2016 to a $1.9 million increase in fiscal year 2017, they were not enough to offset continued increases in expenses and capital contributions. The increased operating revenues in 2017 are attributable to increased sales of both water and sewer services throughout the year. The increased expenses are attributable to increased demand as well as pass-through rate adjustments imposed by Trinity River Authority (TRA) and Dallas Water Utilities (DWU) for wastewater and water services provided.

General Fund Budgetary Highlights

During fiscal year 2017, the City Council amended the budget for the General Fund two times. The major reasons for the amendments were for encumbrance carryovers, design and construction of the Service Center expansion, software costs pertaining to the discovery phase of an ERP software upgrade project and acquisition costs of Engineering software, construction costs of the Joint Fire Training Facility, Wagon Wheel drainage, and an economic development sign grant.

During fiscal year 2017, actual expenditures were $53.8 million compared to the final budget amount of $56.2 million. The $2.4 million variance is the result of less than expected costs associated with salary and salary-related expenditures such as the Family Medical Leave Act (FMLA) and medical/dental insurance, and with contingency funds, fuel, tuition reimbursement, other professional services, computer equipment and special projects, which all had lower costs than anticipated.

For fiscal year 2017, actual revenues were $59.7 million as compared to the final budget of $58.9 million. The resulting $0.8 million variance was primarily due sales tax revenues of $0.7 million and franchise tax revenues of $0.1 million more than budgeted.

The City's actual fund balance for the General Fund was $57.5 million as of the fiscal year end, compared to the final budget fund balance of $53.9 million. The positive variance between actual fund balance and final budget is a result of general government, public safety, public works, culture and recreation, and capital outlay expenditures being less than anticipated.

Economic Factors and Next Year's Budgets and Rates

The City's elected and appointed officials considered many factors when setting the fiscal year 2018 budget, tax rates, and fees that will be charged for the business-type activities. One of those factors is the economy. The population growth experienced by the City has stimulated local business and development activity, and the community has placed additional demands on the City

to maintain or enhance services provided to our citizens. However, the City is very close to residential build out and population growth has slowed.

Due to a healthy economy and the City's unique location, both residential and commercial buildings increased in fiscal year 2017. Coppell is viewed by some as "ground zero" for industrial development because Coppell is in close proximity to Dallas/Fort Worth International Airport and quick access to major highways. Numerous large companies have moved their distribution center, regional office and/or corporate headquarters to Coppell, such as Amazon, The Container Store, CiCi's Pizza, Staples, Uline, Kimberly-Clark, IBM, Barcel USA, STMicroelectronics, Shaw Industries and more.

With over 28 million square feet of commercial space in the City of Coppell, vacancy rates continue to remain low in all commercial categories. Approximately 70 businesses opened in 2017, including several restaurants, retail establishments, industrial warehouses and corporate headquarters. The development of Old Town Coppell remains a goal for the City Council. City Staff was instructed to proceed with a design contract for a Community Arts Center that could be constructed in the Main Street Development if approved. Staff is also working on proposals for a Marketing Plan for the area and Old Town Coppell signage that will include directional signage, district entry signage and informational kiosks.

The above indicators were considered when adopting the General Fund budget for fiscal year 2018. The total combined budget appropriation totals $96.5 million for 25 operating funds. This represents an increase of $8.3 million or 9.4 percent from the 2016-2017 budget as the 2017-2018 budget includes an increase in salary and benefits of $3 million in response to a completed salary and benefits survey, an increase of approximately $1.1 million in additional services. Ad valorem tax revenue is determined by two major factors: the total assessed value established by both the Dallas Central Appraisal District and the Denton Central Appraisal District and the tax rate established by the City Council. The City lowered its tax rate to $0.57950 per $100 valuation for fiscal year 2018. According to final figures received from both appraisal districts, the total taxable assessed property tax value for 2018 of $7.0 billion is an increase of $286.9 million or 4.3 percent over 2016-2017 assessed property tax value. The increase is a result of $143.3 million in new property or 2.2 percent while existing property values increased $143.6 or 2.2 percent. This is the sixth year for property values to increase after three consecutive years of declines due to the economic downturn**.** The General Fund's largest revenue continues to be property tax receipts; however, sales taxes have become another significant source of revenue.

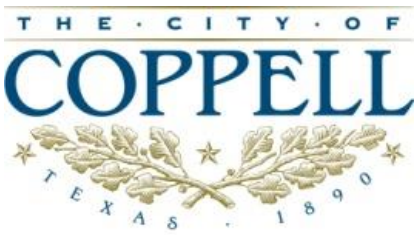
Budgeted expenditures for fiscal year 2018 in the General Fund increased $5.2 million or 8.9 percent from the 2016-2017 budget. The increase is due to an increase in salary and benefits of $2.9 million in response to a completed salary and benefits survey, an increase in cost of services provided of $1.1 million, an increase in supplies of $0.3 million, an increase in maintenance costs of $0.3 million, and an increase in the capital and transfer classification of $0.4 and $0.2 million respectively.

As for the City's business-type activities, design of a second source pump station and underground storage tank are under review by the City's Engineering staff. In addition, the City is exploring an opportunity to replace all water meters with smart meters and a fixed network Advanced Metering Infrastructure (AMI) system. The City anticipates issuing bonds in fiscal year 2018 to fund these projects.

Additionally, for the first time in 21 years, the City Council approved an increase to water and sewer rates effective February 1, 2016. The rate increase was determined necessary based on the results of a third-party rate study. Additional rate increases were approved with effective dates of February 2017 and February 2018. The intent of the increases is to pass-through rate adjustments to cover higher costs imposed by Trinity River Authority (TRA) and Dallas Water Utilities (DWU) for wastewater and water services provided by those entities to Coppell and to fund $30 million in capital improvements to the water and sewer system. The increases in water and sewer rates include increases to the existing block rate structure used to encourage water conservation during summertime peak usage months. The City will continue to monitor the adequacy of water rates charged to its citizens.

Request for Information

The financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the City's finances. If you have questions about this report or need any additional information, contact the Department of Finance, Attn: Director of Finance, at PO Box 9478, Coppell, Texas 75048-9478, call (972) 304-3690, or email at finance@coppelltx.gov.


THE · CITY · OF
COPPELL
TEXAS · 1890

GOVERNMENT -WIDE STATEMENT OF NET POSITION
SEPTEMBER 30, 2017

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash	$ 2,455,272	$ 138,333	$ 2,593,605
Investments	119,508,053	8,576,736	128,084,789
Receivables (net of allowances for uncollectible of $369,952 for Governmental and $223,310 for Business-type Activities):			
Taxes	8,121,274	-	8,121,274
Accounts	2,306,738	2,628,947	4,935,685
Interest	134,659	12,438	147,097
Other	269,266	372,635	641,901
Other Receivables	43,158	-	43,158
Prepaid Items	566,977	270,688	837,665
Inventory	-	165,189	165,189
Restricted Assets:			
Cash	-	216,340	216,340
Investments	-	964,152	964,152
Investment in Joint Venture	854,497	-	854,497
Capital Assets:			
Land	39,414,408	844,572	40,258,980
Building and Improvements	72,421,166	1,411,465	73,832,631
Parks	68,569,256	-	68,569,256
Streets	281,474,606	-	281,474,606
Water and Sewer System	-	100,196,662	100,196,662
Vehicles, Machinery and Equipment	47,035,822	3,254,368	50,290,190
Construction in Progress	3,534,465	219,162	3,753,627
Accumulated Depreciation	(235,669,043)	(56,105,940)	(291,774,983)
Total Assets	411,040,574	63,165,747	474,206,321
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Outflow - Related to Pension	8,592,859	351,048	8,943,907
Deferred Charge on Refunding	1,654,586	-	1,654,586
Total Deferred Outflows of Resources	10,247,445	351,048	10,598,493
LIABILITIES			
Accounts Payable	7,304,751	1,375,890	8,680,641
Accrued Liabilities	508,514	17,944	526,458
Claims Liability	831,036	-	831,036
Retainage Payable	427,419	-	427,419
Internal Balances	28,190	(28,190)	-
Other Payables	109,953	-	109,953
Accrued Interest	584,227	461	584,688
Payable from Restricted Assets:			
Deposits	-	551,611	551,611
Unearned Revenue	1,570,304	-	1,570,304
Non-current liabilities:			
Due within one year:			
Compensated Absences	992,036	56,293	1,048,329
Bonds Payable	7,101,456	50,000	7,151,456
Due in more than one year:			
Compensated Absences	2,020,575	26,633	2,047,208
Bonds Payable	91,231,282	45,000	91,276,282
Net Pension Liability	20,385,841	915,978	21,301,819
Other Post-Employment Liability	1,037,139	-	1,037,139
Total Liabilities	134,132,723	3,011,620	137,144,343
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflow - Related to Pension	599,440	26,934	626,374
Total Deferred Inflows of Resources	599,440	26,934	626,374
NET POSITION			
Net investment in capital assets	193,976,954	49,725,289	243,702,243
Restricted for:			
General Government	344,004	-	344,004
Public Safety	10,636,000	-	10,636,000
Culture and Recreation	16,223,004	-	16,223,004
Economic Development	9,249	-	9,249
Capital Projects	7,821,578	-	7,821,578
Debt Service	758,213	-	758,213
Perpetual Care - Nonexpendable	468,077	-	468,077
Unrestricted	56,318,777	10,752,952	67,071,729
Total Net Position	$ 286,555,856	$ 60,478,241	$ 347,034,097

The accompanying notes to financial statements are an integral part of this statement.

CITY OF COPPELL, TEXAS

GOVERNMENT -WIDE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2017

Function/Program Activities	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Primary Government:				
Governmental Activities:				
General Government	$ 11,749,067	$ 1,258,100	$ 425	$ -
Public Safety	29,539,397	3,836,424	26,095	81,463
Public Works	20,487,731	1,025,690	326,728	2,828,838
Culture and Recreation	15,434,727	2,944,484	96,043	-
Interest on Long-Term Debt	3,194,139	-	-	-
Total Governmental Activities	80,405,061	9,064,698	449,291	2,910,301
Business-Type Activities:				
Water	10,196,494	10,537,685	-	555,915
Sewer	8,309,623	5,747,570	-	535,609
Total Business-Type Activities	18,506,117	16,285,255	-	1,091,524
Total Primary Government	$ 98,911,178	$ 25,349,953	$ 449,291	$ 4,001,825

General Revenues:
- Property Tax
- Sales Tax
- Franchise Tax
- Hotel Occupancy Tax
- Investment Earnings
- Miscellaneous
- Gain on Sale of capital assets

Transfers

Total General Revenues and Transfers

Change in Net Position

Net position - beginning

Net position - ending

The accompanying notes to financial statements are an integral part of this statement.

GOVERNMENT -WIDE STATEMENT OF ACTIVITIES
(Continued)

Net (Expenses) Revenue and Changes in Net Position		
Governmental Activities	Business-Type Activities	Total
$ (10,490,542)	$ -	$ (10,490,542)
(25,595,415)	-	(25,595,415)
(16,306,475)	-	(16,306,475)
(12,394,200)	-	(12,394,200)
(3,194,139)	-	(3,194,139)
(67,980,771)	-	(67,980,771)
-	897,106	897,106
-	(2,026,444)	(2,026,444)
-	(1,129,338)	(1,129,338)
$ (67,980,771)	$ (1,129,338)	$ (69,110,109)
38,572,813	-	38,572,813
40,801,360	-	40,801,360
4,486,071	-	4,486,071
155,109	-	155,109
930,196	226,286	1,156,482
946,365	209,685	1,156,050
-	10,123	10,123
676,873	(676,873)	-
86,568,787	(230,779)	86,338,008
18,588,016	(1,360,117)	17,227,899
267,967,840	61,838,358	329,806,198
$ 286,555,856	$ 60,478,241	$ 347,034,097

CITY OF COPPELL, TEXAS

BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2017

ASSETS	General	General Obligation	Capital Projects Streets	Capital Projects Recreation Development	Infrastructure Maintenance Fund	Other Governmental Funds	Total Governmental Funds
Cash	$ 46,240	$ 8,200	$ 204,687	$ 27,056	$ -	$ 985,096	$ 1,271,279
Investments	59,925,822	1,009,085	15,826,056	1,771,005	16,914,871	21,483,019	116,929,858
Receivables (net of allowances for uncollectible of $369,952):							
Taxes	4,488,095	66,818	-	-	892,781	2,673,580	8,121,274
Accounts	1,352,321	-	-	-	-	-	1,352,321
Interest	79,229	-	27,974	239	17,011	6,484	130,937
Other	-	-	-	-	-	269,266	269,266
Due from Other Funds	27,858	-	-	-	-	15,254	43,112
Prepaid Items	168,478	-	-	-	-	373,820	542,298
Total Assets	$ 66,088,043	$ 1,084,103	$ 16,058,717	$ 1,798,300	$ 17,824,663	$ 25,806,519	$ 128,660,345
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES							
Liabilities:							
Accounts Payable	$ 5,167,163	$ 1,648	$ 309,344	$ 578,850	$ 402,431	$ 843,224	$ 7,302,660
Accrued Liabilities	490,508	-	-	-	103	-	490,611
Due to Other Funds	15,254	-	-	-	-	17,903	33,157
Retainage Payable	-	-	25,360	185,547	206,025	10,487	427,419
Unearned Revenue	455,946	-	1,114,358	-	-	-	1,570,304
Total Liabilities	6,128,871	1,648	1,449,062	764,397	608,559	871,614	9,824,151
Deferred Inflows of Resources:							
Unavailable Revenue	2,451,345	66,818	-	-	469,518	1,504,219	4,491,900
Total Deferred Inflows of Resources	2,451,345	66,818	-	-	469,518	1,504,219	4,491,900
Fund Balances:							
Non Spendable	168,478	-	-	-	-	841,897	1,010,375
Restricted For:							
General Government	344,004	-	-	-	-	-	344,004
Public Safety	514,721	-	-	-	-	9,282,938	9,797,659
Culture and Recreation	9,534,715	-	-	-	-	5,927,271	15,461,986
Economic Development	-	-	-	-	-	9,249	9,249
Capital Projects	-	-	14,609,655	1,033,903	-	5,535,668	21,179,226
Debt Service	-	1,015,637	-	-	-	81,938	1,097,575
Committed For:							
General Government	6,771,140	-	-	-	-	-	6,771,140
Culture and Recreation	974,831	-	-	-	-	1,016,617	1,991,448
Economic Development	1,078,355	-	-	-	-	12,798	1,091,153
Public Works	358,858	-	-	-	16,746,586	722,310	17,827,754
Assigned For:							
Capital Projects	450,000	-	-	-	-	-	450,000
Unassigned	37,312,725	-	-	-	-	-	37,312,725
Total Fund Balances	57,507,827	1,015,637	14,609,655	1,033,903	16,746,586	23,430,686	114,344,294
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 66,088,043	$ 1,084,103	$ 16,058,717	$ 1,798,300	$ 17,824,663	$ 25,806,519	$ 128,660,345

The accompanying notes to financial statements are an integral part of this statement.

CITY OF COPPELL, TEXAS
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2017

Total fund balance - per balance sheet			$ 114,344,294
Amounts reported for governmental activities in the statement of net position are different because:			
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.			276,780,680
Equity investment in Joint Venture is not a current financial resource and therefore are not reported in the governmental funds balance sheet.			854,497
Other long-term assets are not available to pay for current-period expenditures, and, therefore, are reported as unavailable revenue in the funds.			
Ambulance Receivable, net of allowance for doubtful accounts	$ 278,118		
Cemetery	97,168		
Property Taxes	242,527		
Sales Taxes	3,754,640		
Construction Inspection Fees	119,447		4,491,900
Internal service funds are used by management to account for capital replacement and the self-funded health program provided by the City to its employees at no cost to the employees, and to their dependents, on a subsidized cost basis. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.			3,789,036
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.			
Bonds payable		(92,950,000)	
Premium (to be amortized as interest expense)		(5,382,738)	
Deferred charges from refunding		1,654,586	
Accrued interest payable		(584,227)	
Compensated absences		(3,012,611)	
Net pension liability		(20,385,841)	
Deferred Outflow - Pension Contributions		3,172,456	
Deferred Outflow - Pension Investment		4,818,951	
Deferred Outflow - Pension Experience		601,452	
Deferred Inflow - Pension Experience		(288,892)	
Deferred Inflow - Pension Assumptions		(310,548)	
Other post-employment liability		(1,037,139)	(113,704,551)
Total net position - governmental activities			$ 286,555,856

The notes to the financial statements are an integral part of this statement.

CITY OF COPPELL, TEXAS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	General	General Obligation	Capital Project Funds Streets	Capital Project Recreation Development	Infrastructure Maintenance Fund	Other Governmental Funds	Total Governmental Funds
REVENUES:							
Taxes, Penalties and Interest	$ 50,697,887	$ 9,135,214	$ -	$ -	$ 5,085,123	$ 15,364,639	$ 80,282,863
Licenses, Fees and Permits	2,512,408	-	-	-	-	274,045	2,786,453
Intergovernmental	76,086	-	228,711	-	-	5,377	310,174
Charges for Services	4,124,488	-	-	-	-	715,143	4,839,631
Fines and Forfeitures	983,475	-	-	-	-	524,785	1,508,260
Interest Income	480,971	11,321	151,540	33,309	110,225	122,097	909,463
Contributions	-	-	326,728	-	-	122,563	449,291
Miscellaneous	833,091	-	28,098	-	-	85,176	946,365
Total Revenues	59,708,406	9,146,535	735,077	33,309	5,195,348	17,213,825	92,032,500
EXPENDITURES:							
Current							
General Government	10,245,208	-	-	-	-	-	10,245,208
Public Safety	22,451,030	-	-	-	-	3,538,059	25,989,089
Public Works	7,297,836	-	-	-	4,007,176	493,061	11,798,073
Culture and Recreation	10,789,323	-	-	-	-	1,635,041	12,424,364
Debt Service							
Principal Retirement	-	6,715,000	-	-	-	680,000	7,395,000
Interest and Fiscal Charges	-	2,349,970	-	-	-	1,273,719	3,623,689
Capital Outlay	3,046,470	-	1,590,790	11,805,933	1,395,335	4,875,751	22,714,279
Total Expenditures	53,829,867	9,064,970	1,590,790	11,805,933	5,402,511	12,495,631	94,189,702
Excess (Deficiency) of Revenues Over (Under) Expenditures	5,878,539	81,565	(855,713)	(11,772,624)	(207,163)	4,718,194	(2,157,202)
OTHER FINANCING SOURCES (USES):							
Transfers In	2,765,000	-	-	1,763,188	2,550,500	5,811,638	12,890,326
Transfers Out	(9,070,392)	-	-	-	-	(4,264,784)	(13,335,176)
Proceeds from Sale of Capital Assets	524,478	-	-	-	-	1,799,445	2,323,923
Total Other Financing Sources (Uses)	(5,780,914)	-	-	1,763,188	2,550,500	3,346,299	1,879,073
Net Change in Fund Balance	97,625	81,565	(855,713)	(10,009,436)	2,343,337	8,064,493	(278,129)
FUND BALANCES - October 1	57,410,202	934,072	15,465,368	11,043,339	14,403,249	15,366,193	114,622,423
FUND BALANCES - September 30	$ 57,507,827	$ 1,015,637	$ 14,609,655	$ 1,033,903	$ 16,746,586	$ 23,430,686	$ 114,344,294

The accompanying notes to financial statements are an integral part of this statement.

CITY OF COPPELL, TEXAS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED SEPTEMBER 30, 2017

Net change in fund balances-total governmental funds		$ (278,129)
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period.		
Capital asset and Joint Venture additions	22,714,279	
Depreciation	(15,230,019)	7,484,260
The net effect of various miscellaneous transactions involving capital assets (i.e. sales and donations) is to increase net assets.		
Proceeds from the sale of capital assets	(2,323,923)	
Loss on disposal of capital assets	(205,804)	
Donation of infrastructure	2,600,127	70,400
The governmental funds report bond proceeds as an other financing source, while repayment of bond principal is reported as an expenditure. Also, governmental funds report the effect of premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. Interest is recognized as an expenditure in the governmental funds when it is due. In the statement of activities, interest expense is recognized as it accrues, regardless of when it is due. This amount is the net effect of these differences in the treatment of general obligation bonds and related items.		
Bond principal retirement	7,395,000	
Amortization of bond premiums / discounts	371,456	
Amortization of deferred charges on refundings	(154,883)	7,611,573
Accrued interest expense on long-term debt is reported in the government-wide statement of activities, but does not require the use of current financial resources; therefore, accrued interest expense is not reported as expenditures in governmental funds. Change in accrued interest.		58,094
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenue in the funds.		3,662,844
In the statement of activities, certain operating expenses are measured by the amounts earned during the year. In the governmental funds, however, expenditures for this item is measured by the amount of financial resources used (essentially, the amounts actually paid).		
Compensated absences	95,831	
Pension	(1,857,794)	
Other post-employment benefits	(144,206)	(1,906,169)
Internal service funds are used by management to account for the costs of health claims. The net income of internal service funds is reported with governmental activities.		1,885,143
Change in net position of governmental activities		$ 18,588,016

The notes to the financial statements are an integral part of this statement.

CITY OF COPPELL, TEXAS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
FOR YEAR ENDED SEPTEMBER 30, 2017

	Budget Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
REVENUES:				
Taxes, Penalties and Interest	$ 48,782,772	$ 50,279,753	$ 50,697,887	$ 418,134
Licenses, Fees and Permits	2,101,500	2,182,530	2,512,408	329,878
Intergovernmental	-	-	76,086	76,086
Charges for Services	3,956,000	4,146,000	4,124,488	(21,512)
Fines and Forfeitures	1,101,500	1,101,900	983,475	(118,425)
Interest Income	100,500	326,500	480,971	154,471
Miscellaneous	361,000	816,838	833,091	16,253
Total Revenues	56,403,272	58,853,521	59,708,406	854,885
EXPENDITURES:				
General Government	11,191,256	11,016,150	10,245,208	770,942
Public Safety	22,542,361	22,880,472	22,451,030	429,442
Public Works	7,752,901	7,846,445	7,297,836	548,609
Culture and Recreation	11,017,594	11,294,793	10,789,323	505,470
Capital Outlay	2,770,651	3,180,321	3,046,470	133,851
Total Expenditures	55,274,763	56,218,181	53,829,867	2,388,314
Excess of Revenues Over Expenditures	1,128,509	2,635,340	5,878,539	3,243,199
OTHER FINANCING SOURCES (USES):				
Transfers In	2,647,918	2,765,000	2,765,000	-
Transfers Out	(3,496,075)	(9,476,144)	(9,070,392)	405,752
Proceeds from Sale of Capital Assets	-	539,900	524,478	(15,422)
Total Other Financing Sources (Uses)	(848,157)	(6,171,244)	(5,780,914)	390,330
Excess (Deficiency) of Revenues and Other Sources Over (Under) Expenditures and Other Uses	280,352	(3,535,904)	97,625	3,633,529
FUND BALANCES - October 1	57,410,202	57,410,202	57,410,202	-
FUND BALANCES - September 30	$ 57,690,554	$ 53,874,298	$ 57,507,827	$ 3,633,529

The accompanying notes to financial statements are an integral part of this statement.

CITY OF COPPELL, TEXAS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
INFRASTRUCTURE MAINTENANCE SPECIAL REVENUE FUND
FOR YEAR ENDED SEPTEMBER 30, 2017

	Infrastructure Maintenance			
	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
REVENUES:				
Taxes, Penalties and Interest	$ 4,780,000	$ 5,015,000	$ 5,085,123	$ 70,123
Investment Earnings	20,000	65,000	110,225	45,225
Total Revenues	4,800,000	5,080,000	5,195,348	115,348
EXPENDITURES:				
Current				
Public Works	8,508,263	7,260,516	4,007,176	3,253,340
Capital Outlay	-	1,368,975	1,395,335	(26,360)
Total Expenditures	8,508,263	8,629,491	5,402,511	3,226,980
Deficiency of Revenues Under Expenditures	(3,708,263)	(3,549,491)	(207,163)	3,342,328
OTHER FINANCING SOURCES:				
Transfer In	2,550,500	2,550,500	2,550,500	-
Total Other Financing Sources	2,550,500	2,550,500	2,550,500	-
Excess (Deficiency) of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(1,157,763)	(998,991)	2,343,337	3,342,328
FUND BALANCES, October 1	14,403,249	14,403,249	14,403,249	-
FUND BALANCES, September 30	$ 13,245,486	$ 13,404,258	$ 16,746,586	$ 3,342,328

The accompanying notes to financial statements are an integral part of this statement.

CITY OF COPPELL, TEXAS

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2017

	Business-type Activities Enterprise Fund	
	Water and Sewer	Governmental Activities - Internal Service Funds
ASSETS		
Current assets:		
Cash	$ 138,333	$ 1,183,993
Investments	8,576,736	2,578,195
Receivables (Net of Allowance for Uncollectibles of $223,310):		
Accounts	2,628,947	954,417
Interest	12,438	3,722
Other	372,635	-
Due From Other Funds	-	15,300
Prepaid Items	270,688	24,679
Inventory	165,189	-
Total current assets	12,164,966	4,760,306
Noncurrent assets:		
Restricted Assets:		
Cash	216,340	-
Investments	964,152	-
Capital Assets (Net of Accumulated Depreciation)	49,820,289	-
Total noncurrent assets	51,000,781	-
Total Assets	63,165,747	4,760,306
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Outflow - Related to Pension	351,048	-
Total Deferred Outflows of Resources	351,048	-
LIABILITIES		
Current liabilities:		
Accounts Payable	1,375,890	2,091
Accrued Liabilities	17,944	-
Claims Liability	-	831,036
Compensated Absences	56,293	-
Accrued Interest	461	-
Bonds Payable	50,000	-
Due to Other Funds	-	109,953
Total current liabilities	1,500,588	943,080
Noncurrent liabilities:		
Payable From Restricted Assets:		
Deposits	551,611	-
Bonds Payable	45,000	-
Net Pension Liability	915,978	-
Compensated Absences	26,633	-
Total noncurrent liabilities	1,539,222	-
Total Liabilities	3,039,810	943,080
DEFERRED INFLOWS OF RESOURCES		
Deferred Inflow - Related to Pension	26,934	-
Total Deferred Inflows of Resources	26,934	-
NET POSITION		
Net investment in capital assets	49,725,289	-
Unrestricted	10,724,762	3,817,226
	$ 60,450,051	$ 3,817,226
Adjustment to reflect the consolidation of internal service fund activities related to the enterprise fund	28,190	
Net position of business-type activities	$ 60,478,241	

The accompanying notes to financial statements are an integral part of this statement.

CITY OF COPPELL, TEXAS

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	Business-type Activities Enterprise Fund	
	Water and Sewer	Governmental Activities - Internal Service Funds
OPERATING REVENUES:		
Water and Sewer Sales	$ 16,253,789	$ -
Water and Sewer Connection Fees	31,466	-
City and Employee Contributions	-	5,460,939
Miscellaneous	209,685	-
Total Operating Revenues	16,494,940	5,460,939
OPERATING EXPENSES:		
Purchase of Water	6,277,347	-
Purchase of Sewer Treatment	4,390,477	-
Salaries and Wages	1,525,053	-
Supplies and Services	3,582,192	-
Claims	-	3,865,039
Contractual Services and Charges	-	815,038
Depreciation	2,683,415	-
Total Operating Expenses	18,458,484	4,680,077
Operating Income(Loss)	(1,963,544)	780,862
NON-OPERATING REVENUES (EXPENSES):		
Interest Income	226,286	20,734
Interest Expense and Fiscal Charges	(85,808)	-
Gain on Sale of Capital Assets	10,123	-
Impact and Availability Fees	283,050	-
Net Non-operating Revenues	433,651	20,734
Income(Loss) Before Transfers and Capital Contributions	(1,529,893)	801,596
TRANSFERS:		
Transfers Out	(676,873)	-
Transfers In	-	1,121,723
Total Transfers	(676,873)	1,121,723
Capital Contributions	808,474	-
Change in Net Position	(1,398,292)	1,923,319
Net Position - October 1	61,848,343	1,893,907
Total Net Position - September 30	$ 60,450,051	$ 3,817,226
Changes in Net Position	$ (1,398,292)	
Adjustment to reflect the consolidation of internal service fund activities related to Enterprise Fund	38,175	
Change in net position of business-type activities	$ (1,360,117)	

The accompanying notes to financial statements are an integral part of this statement.

CITY OF COPPELL, TEXAS

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	Business-type Activities Enterprise Fund	
	Water and Sewer	Governmental Activities - Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash Received from Customers	$ 16,265,918	$ -
Cash Received from City and Employee Contributions	-	4,590,829
Cash Paid to Suppliers	(13,687,889)	-
Cash Paid to Employees	(1,497,675)	-
Cash Payments for Claims	-	(3,557,720)
Cash Payments for Contractual Services and Charges	-	(839,717)
Cash Payments for Wellness Program	-	63,264
Net Cash Provided by Operating Activities	1,080,354	256,656
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Transfers from Other Funds	-	1,121,723
Transfers to Other Funds	(676,873)	-
Due from Other Funds	-	41,214
Net Cash Provided by (Used In) Noncapital Financing Activities	(676,873)	1,162,937
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Acquisition and Construction of Capital Assets	(679,697)	-
Disposition of Capital Assets	10,123	-
Principal Payments on Long Term Obligations	(360,000)	-
Interest Paid	(8,057)	-
Water and Sewer Impact Fees Collected	283,050	-
Net Cash Used in Capital and Related Financing Activities	(754,581)	-
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from Maturities of Investments	2,054,680	400,503
Purchase of Investments	(2,376,741)	(1,396,086)
Interest Received	219,891	17,012
Net Cash Used In Investing Activities	(102,170)	(978,571)
Net Increase (Decrease) in Cash and Investments	(453,270)	441,022
Cash and Investments at the Beginning of the Year	4,905,706	2,325,583
Cash and Investments at the End of the Year	$ 4,452,436	$ 2,766,605
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES:	(251,496)	
Operating Income(Loss)	$ (1,963,544)	$ 780,862
Adjustments to Reconcile Operating Income(Loss) to Net Cash provided by Operating Activities:		
Depreciation	2,683,415	-
Increase in Provision for Doubtful Accounts	30,754	-
(Increase) in Receivables	(259,775)	(870,110)
(Increase) Decrease in Prepaid Expenses	462,728	(24,679)
Decrease in Inventory	58,691	-
(Increase) in Deferred Outflows	(6,023)	-
Increase(Decrease) in Accounts Payables	46,731	(46,689)
Increase in Due To Other Funds	-	109,953
Decrease in Deferred Inflows	(2,766)	-
Increase in Unpaid Claims	-	307,319
Increase in Compensated Absences	14,632	-
Increase in Net Pension Liability	15,528	-
Net Cash Provided by Operating Activities	$ 1,080,354	$ 256,656
RECONCILIATION OF CASH AND INVESTMENTS TO THE STATEMENT OF NET POSITION:		
Cash	138,333	1,183,993
Restricted Cash	216,340	-
Investments (TexPool & TexStar Only)	4,097,763	1,582,612
Total	$ 4,452,436	$ 2,766,605
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:		
Capital Asset Contributions from Developers	$ 808,474	$ -

The accompanying notes to financial statements are an integral part of this statement.

CITY OF COPPELL, TEXAS

STATEMENT OF FIDUCIARY NET POSITION
SEPTEMBER 30, 2017

	Private-purpose Trust	Other Employee Benefit Trust*	Agency Funds
ASSETS			
Cash - Money Market	$ 198,244	$ 211,965	$ -
Investments with Fiscal Agents	-	-	663,951
Accounts Receivable	6,331	-	-
Interest Receivable	-	-	173
Due from Other Funds	-	-	109,953
Total Assets	204,575	211,965	774,077
LIABILITIES			
Accounts Payable	$ 1,194	$ -	$ -
Due to Other Funds	-	-	43,158
Due to Members	-	-	730,919
Deposits	203,381	-	-
Total Liabilities	204,575	-	774,077
NET POSITION			
Held in Trust	-	211,965	
Total Net Position	$ -	$ 211,965	

*The Other Employee Benefit Trust has a year end date of December 31, 2016.

The accompanying notes to financial statements are an integral part of this statement.

CITY OF COPPELL, TEXAS

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	Private-purpose Trust	Other Employee Benefit Trust*
ADDITIONS		
Interest Income	$ -	$ 14,346
Total Additions	-	14,346
DEDUCTIONS		
Interest and Fiscal Charges	-	1,252
Total Deductions	-	1,252
Net Additions	-	13,094
Total Net Position - October 1	-	198,871
Total Net Position - September 30	$ -	$ 211,965

*The Other Employee Benefit Trust has a year end date of December 31, 2016.

The accompanying notes to financial statements are an integral part of this statement.

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Coppell, Texas (City) was incorporated in 1955 and adopted its present charter in 1986 under the provision of Act 279, P.A. 1909, as amended (Home Rule City Act). The charter was amended in August 2001. The City operates under a Council-Manager form of government and provides the following services as authorized by its charter: Public Safety - Police and Fire, Highways and Streets, Sanitation, Health and Social Services, Culture and Recreation, Public Improvements, Planning and Zoning and General Administrative Services.

The accounting policies of the City conform to accounting policies generally accepted in the United States of America (US GAAP) for local governments as prescribed by the Governmental Accounting Standards Board (GASB). GASB is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies of the City are described below:

A. Reporting Entity

As required by US GAAP, these financial statements present the City and its component units, which are controlled by the elected officials of the City and for which the City is considered to be financially accountable. The "reporting entity" is the primary government and those component units for which the primary government is financially accountable. (Financial accountability is defined as the appointment of a voting majority of the component unit's board and the ability to either impose will by the primary government or the possibility that the component government will provide a benefit or impose a financial burden to the primary government.) A "blended component unit", although a legally separate entity, is in substance part of the City's operations and this unit is therefore combined with data of the City. A "discretely presented component unit" is presented in a separate column of the Government-wide Financial Statements to emphasize it is legally separate.

Blended Component Units

The Coppell Recreation Development Corporation (CRDC) was formed to plan, design and construct recreational facilities and improvements within the City using proceeds from a special 4(B) Sales Tax approved by the voters. The Corporation is organized exclusively to act on behalf of the City for financing, development and operation of recreation properties. The affairs of the Corporation are managed by a seven-member board of directors, which is appointed by the City Council. The annual corporate budget and issuance of debt must be approved by the City Council. Since the CRDC's Board of Directors is appointed by City Council, City management has operational responsibility for the CRDC, and the CRDC exclusively, or almost exclusively, benefits the City, the CRDC is considered a blended component unit and financial transactions are reflected in two special revenue funds, a capital project fund and a debt service fund. Separate financial statements for the CRDC are not available.

The Coppell Economic Development Foundation (CEDF) was formed to promote economic development and business opportunities within the City by developing capital assets that are owned by the City of Coppell using proceeds transferred from the City to the CEDF which are approved by Council. For example, the City owns historical buildings that the CEDF has relocated and revitalized for community use. Since the CEDF's Board of Directors is appointed by the City Council, its projects are intended to benefit the City, and the City Council has ultimate authority and approval of its projects and funding, the CEDF is considered a blended component

unit of the City and financial transactions are reflected in a special revenue fund. Separate financial statements for the CEDF are not available.

Discretely Presented Component Units

The City Council approved the creation of two discretely presented component units during fiscal year ending September 30, 2001.

The Coppell Health Facilities Development Corporation was created for the purpose of providing a financial vehicle to provide tax-free bonds to qualified private health care providers but is no longer in existence and has ceased to be a component unit.

The Coppell Education Development Corporation was created to finance programs to publicly funded institutions for the promotion of literacy, foreign language, and career technology for a skilled workforce as authorized by Section 379A of the Texas Government Code through sales tax. The corporation has no financial balances and is inactive until and unless the sales tax funding is reauthorized, and consequently is no longer reported as a component unit of the City.

B. Implementation of New Accounting Principles

The City implemented GASB Statements No. 77, No. 80, and No. 82 during fiscal year 2017.

GASB Statement No. 77, *Tax Abatement Disclosures*. Requirements of this Statement makes the nature and magnitude of tax abatements more consistently and comprehensively reported. The effects on tax revenues of a government are disclosed, both from its own tax abatement agreements and those entered into by other governments. The City has implemented GASB No. 77 in this annual report and all required disclosures were added.

GASB Statement No. 80, *Blending Requirements for Certain Component Units*. This Statement establishes an additional blending requirement for the financial statement presentation of component units. This statement was implemented and had no effect on the City's financial statements.

GASB Statement No. 82, *Pension Issues – An Amendment of GASB Statements No. 67, No. 68, and No. 73*. This Statement addresses issues regarding (1) the presentation of payroll-related measures in required supplementary information, (2) the selection of assumptions and the treatment of deviations from the guidance in an Actuarial Standard of Practice for financial reporting purposes, and (3) the classification of payments made by employers to satisfy employee (plan member) contribution requirements. There was no material impact on the City's financial statements as a result of the implementation of Statement No. 82.

The City is currently analyzing the impact of implementing the following statements on future financial statements of the City as these statements are not yet effective.

GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*. This Statement replaces Statements No. 43, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans, as amended*, and Statement No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*. It also includes requirements for defined contribution OPEB plans that replace the requirements for those OPEB plans in Statement No. 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans, as amended*, Statement No. 43, and Statement No. 50, *Pension Disclosures*. GASB Statement No. 74 establishes financial reporting requirements for other post-employment benefit (OPEB) plans administered through trusts that meet specific criteria. This statement will become effective for the OPEB plan of the City in the City's fiscal year 2018. Management has not yet determined the effect of this statement on the financial statements.

Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. This Statement replaces the requirements of Statements No. 45, *Accounting and Financial Reporting by*

Employers for Postemployment Benefits Other Than Pensions, as amended, and No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*, for OPEB. This statement addresses accounting and financial reporting for OPEB that is provided to the employees of state and local governmental employers. This Statement will become effective for the City in fiscal year 2018. Management is evaluating the effect of this statement on the financial statements.

GASB Statement No. 81, *Irrevocable Split-Interest Agreements*. This Statement improves accounting and financial reporting by providing recognition and measurement guidance for situations in which a government is a beneficiary of a split-interest agreement. This Statement will become effective for the City in fiscal year 2018. Management has determined that GASB No. 81 is not currently applicable to the City.

GASB Statement No. 83, *Certain Asset Retirement Obligations*. This Statement establishes criteria for determining the timing and pattern of recognition of a liability and a corresponding deferred outflow of resources for asset retirement obligations (AROs), as well as additional disclosures of information about the AROs. It will enhance comparability of financial statements among governments and the decision-usefulness of the information provided to financial statement users. This Statement will become effective for the City in fiscal year 2019. Management is evaluating the effect, if any, of this Statement on the financial statements.

GASB Statement No. 84, *Fiduciary Activities.* The requirements of this Statement will enhance consistency and comparability by (1) establishing specific criteria for identifying activities that should be reported as fiduciary activities and (2) clarifying whether and how business-type activities should report their fiduciary activities. This Statement will become effective for the City in fiscal year 2020. Management is evaluating the effect, if any, of this Statement on the financial statements.

GASB Statement No. 85, *Omnibus 2017*. This Statement addresses practice issues on a variety of topics including issues related to component unit presentation, goodwill, fair value measurement and application, and postemployment benefits. This Statement will become effective for the City in fiscal year 2018. Management is evaluating the effect, if any, of this Statement on the financial statements.

GASB Statement No. 86, *Certain Debt Extinguishment Issues*. The primary objective of this Statement is to improve consistency in accounting and financial reporting for in-substance defeasance of debt by providing guidance for transactions in which cash and other monetary assets acquired with only existing resources—resources other than the proceeds of refunding debt—are placed in an irrevocable trust for the sole purpose of extinguishing debt. This Statement also improves accounting and financial reporting for prepaid insurance on debt that is extinguished and notes to financial statements for debt that is defeased in substance. This Statement will become effective for the City in fiscal year 2018. Management is evaluating the effect, if any, of this Statement on the financial statements.

GASB Statement No. 87, *Leases*. This Statement will increase the usefulness of financial statements by requiring reporting of certain lease liabilities that currently are not reported. It will enhance comparability of financial statements among governments by requiring lessees and lessors to report leases under a single model. This Statement also will enhance the decision-usefulness of the information provided to financial statement users by requiring notes to financial statements related to the timing, significance, and purpose of a government's leasing arrangements. This Statement will become effective for the City in fiscal year 2021. Management is evaluating the effect, if any, of this Statement on the financial statements.

C. Basis of Presentation

Government-wide

The basic financial statements include both government-wide (based on the City as a whole) and fund financial statements. The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the non-fiduciary activities of the primary government

and its component units. Government-wide financial statements do not include fiduciary funds. For the most part, the effect of inter-fund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely, to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable. The focus is either the City as a whole or major individual funds (within the fund financial statements).

The government-wide Statement of Activities demonstrates the degree to which the direct expenses of a functional category (Public Safety, Public Works, etc.) or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, 2) grants and contributions that are restricted to meeting the operational requirements of a particular function or segment and 3) grants and contributions that are restricted to meeting the capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

The net cost of governmental and business-type activities (by function) is normally covered by general revenue (property, sales, franchise taxes, interest income, etc.).

Fund

Separate fund based financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. The major governmental funds are the General Fund, General Obligation Debt Service Fund, Streets Capital Projects Fund, Recreation Development Capital Projects Fund and Infrastructure Maintenance Special Revenue Fund. The major enterprise fund is the Water and Sewer Fund. The non-major funds are combined in a separate column in the fund financial statements. The non-major funds are detailed in the combining section of the statements.

Internal service funds, which traditionally provide services primarily to other funds of the government, are presented in the summary form as part of the proprietary fund financial statements. Because the principal users of the internal services are the City's governmental activities, financial statements of internal service funds are consolidated into the governmental activities when presented in the government-wide financial statements. To the extent possible, the cost of these services is reflected in the appropriate functional activity (Public Safety, Public Works, etc.).

The City's fiduciary funds are presented in the fund financial statements. Since, by definition, these assets are being held for the benefit of a third party (other local governments, individuals, etc.) and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide financial statements. The fiduciary funds of the City are a private-purpose trust, an other post-employment benefits trust, and an agency fund.

The government-wide focus is more on the sustainability of the City as an entity and the change in aggregate financial position resulting from the activities of the fiscal period. The focus of the fund financial statements is on the major individual funds of the governmental and business-type categories, as well as the fiduciary funds (by category), and the component units. Each presentation provides valuable information that can be analyzed and compared to enhance the usefulness of the information.

D. Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary funds. Revenues are recorded when earned and

expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Fiduciary funds are used to report assets held in a trustee or agency capacity for others. Trust funds employ the same economic resources measurement focus and the accrual basis of accounting as the government-wide financial statements and proprietary fund type. Agency funds have no measurement focus as these funds are custodial in nature and do not involve the measurement of results of operations. Thus, agency funds have only assets and liabilities.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when susceptible to accrual, that is, when they are both measurable and available. Measurable means the amount of the transaction can be determined and available means collectible within the current period. Therefore, revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers property tax revenues to be available if they are collected within sixty days of the end of the current fiscal period, and sales tax revenues to be available if they are collected within thirty days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when the obligation has matured and is due and payable shortly after year end.

The revenues susceptible to accrual are Ad valorem, franchise and sales tax revenues. Licenses and permits, charges for services, fines and forfeitures, contributions, and miscellaneous revenues are not susceptible to accrual because generally they are not measurable until received in cash. Investment earnings are recorded as earned since they are measurable and available.

The City reports unavailable revenue in its governmental funds. Unavailable revenue arises when potential revenue does not meet the "available" criteria for recognition in the current period. Unearned revenue arises when the City receives resources before it has a legal claim to them such as when grant monies are received prior to the incidence of qualifying expenditures. Revenue is recognized in subsequent periods, when the "available" recognition criteria is met or when the City has a legal claim to the resources.

Business type activities and all proprietary funds are reported using the economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the Statement of Net Position. Proprietary fund-type operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in net position. Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's Water and Sewer Fund are charges to customers for sales and services. Operating expenses for the enterprise fund and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The City reports the following major funds:

1. *Governmental Funds:* The focus of governmental fund measurement (in the fund financial statements) is financial position and changes in financial position (sources, uses, and balances of financial resources) rather than net income. The following is a description of the major governmental funds of the City:

    a. *General Fund* is the main operating fund of the City. This fund is used to account for all financial resources not accounted for in other funds. All general tax revenues and other receipts that are not restricted by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures, fixed charges and

capital improvement costs that are not paid through other funds are paid from the General Fund.

b. *General Obligation Debt Service Fund* is used to account for the accumulation of financial resources for the payment of principal, interest and related costs on general long-term debt paid primarily from taxes levied by the City. The fund balance of the General Obligation Debt Service Fund is restricted exclusively for debt service expenditures.

c. *Streets Capital Projects Fund* accounts for funds received and expended for the construction and renovation of thoroughfares, arterial streets and drainage improvements in the City. Funds are provided primarily through bond sales, paving assessments and interest earnings.

d. *Recreation Development Capital Projects Fund* accounts for funds received and expended for construction and renovation of parks, trails, library, and other recreational projects. Funds are provided primarily through bond issuance and interest earnings.

e. *Infrastructure Maintenance Special Revenue Fund* Accounts for revenues that are restricted for future maintenance of the City's infrastructure.

2. *Proprietary Funds:* The accounting objectives are the determination of operating income, changes in net position, financial position, and cash flows. The following is a description of the major proprietary fund of the City:

   Water and Sewer Fund accounts for the operation of the City's water and sewer utility. Activities of the Fund include administration, operation and maintenance of the water and sewer system and billing and collection activities. The Fund also accounts for the accumulation of resources for, and the payment of, long-term debt principal and interest for revenue bonds and obligations under capital leases when due throughout the year. All costs are financed through charges made to utility customers with rates reviewed regularly and adjusted if necessary to ensure integrity of the Fund.

The City additionally reports for the following fund types:

1. An *Internal Service Fund* is a type of proprietary fund used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City, or to other governmental units, generally on a cost reimbursement basis. One internal service fund reported by the City of Coppell is used to account for the self-funded health program provided by the City to its employees and their dependents on a subsidized cost basis. The other internal service fund reported by the City is used to accumulate funds and reimburse costs of capital replacement.

2. A *Permanent Fund* is used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used to support programs of the City. The permanent fund reported by the City of Coppell is used to account for the assets and earnings used to support the operations and maintenance of the Rolling Oaks Cemetery.

3. A *Private-Purpose Trust Fund* is a type of fiduciary fund used to account for trust arrangements under which principal and income benefit individuals, private organizations, or other governments. The Private-Purpose Trust Fund reported by the City is used to account for preneed interment and memorial arrangements made through the Rolling Oaks Cemetery.

4. An *Other Employee Benefit Trust Fund* is a type of fiduciary fund used to report resources that are required to be held in trust for the members and beneficiaries of defined contribution plans, other

postemployment benefit plans, or other employee benefit plans. The OPEB Trust Fund is used to report resources held in trust for the healthcare benefits of members.

5. *Agency Funds* are used to account for assets held by the City in an agency capacity for individuals, local law enforcement agencies or developers. The City has one Agency Fund. The Health Reimbursement Arrangement Fund is used to account for contributions and disbursements on behalf of members of the Health Reimbursement Arrangement.

E. Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of applicable appropriations, is employed as an extension of formal budgetary integration in the General, Special Revenue, and Debt Service Funds.

F. Deposits and Investments

The City maintains a cash and investment pool for the purpose of increasing income through investment activities. Investments are recorded at fair value (based on quoted market prices), except for the positions in the government pools, TexPool and TexStar. Fair value analysis is performed monthly and any significant losses are evaluated.

The Legislature for the State of Texas has enacted and regularly amends the Public Funds Investment Act ("Investment Act") that governs items such as investment strategies and policies, training for investment officers, quarterly reporting, and types of investments allowed. The City has developed an Investment Policy that is annually reviewed and approved through resolution by the City Council. This investment policy is in compliance with the Investment Act. Accordingly, the City is authorized to invest in (1) obligations of the United States or its agencies and instrumentalities; (2) direct obligations of the State of Texas or its agencies and instrumentalities; (3) obligations of state agencies, cities, and other political subdivisions of any state rated as to investment quality by a nationally recognized investment rating firm not less than "A" or its equivalent, and other obligations, the principal and interest of which are unconditionally guaranteed or insured by the State of Texas, or the United States, or its instrumentalities; (4) Certificates of Deposit issued by state or national banks and credit unions domiciled in Texas that are guaranteed or insured by the Federal Deposit Insurance Corporation or its successor, or secured by obligations mentioned above; (5) fully collateralized direct repurchase agreements having a defined termination date secured by obligations of the United States or its agencies and instrumentalities; (6) no-load money market mutual funds, regulated by the Securities and Exchange Commission (SEC), with a dollar-weighted average stated maturity of 90 days or fewer, and includes in its investment objectives the maintenance of a stable net asset value of $1 for each share (7) no-load mutual funds that are registered with the SEC, having an average weighted maturity of less than two years and are invested or secured in obligations described above and the fund must maintain a rating of AAA or its equivalent by at least one nationally recognized rating firm. The City is not authorized by its investment policy to invest in banker's acceptances, "bond" mutual funds, collateralized mortgage obligations of any type, or commercial paper.

Investment activities are conducted through the depository bank. The City's safekeeping agent holds all securities in the City's name.

For the year ended September 30, 2017, the City invested in U.S. Agencies, TexPool, and TexSTAR. The City records all interest revenue related to investment activities in the respective funds.

TexPool and TexSTAR are external investment pools that were created to conform to the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code, and the Public Funds Investment Act, Chapter 2256 of the Texas Government Code. As local government investment funds, TexSTAR and TexPool seek to maintain stable net asset value of $1.00 per unit. TexPool and TexSTAR use amortized cost to value portfolio assets and follow the criteria for GASB Statement No. 79 for use of amortized cost.

The State Comptroller of Public Accounts (the Comptroller) is the sole officer, director and shareholder of the Texas Treasury Safekeeping Trust Company ("Trust Company"), which is authorized to operate TexPool. Pursuant to the TexPool participation agreement, administrative and investment services to TexPool are provided by Federated Investors. The Comptroller maintains oversight of the services provided by TexPool. The TexPool Advisory Board, composed equally of participants in TexPool and other persons who do not have a business relationship with TexPool, acts as advisor on TexPool Investment Policy.

J.P. Morgan Investment Management Inc. (JPMIM) and First Southwest, a Division of Hilltop Securities (FirstSouthwest) serve as co-administrators for TexSTAR under an agreement with the TexSTAR Board of Directors (the "Board"). The Board manages the business and affairs of TexSTAR in accordance with its bylaws.

G. Cash and Cash Equivalents

Cash includes cash on hand, demand deposits, and escrow cash with fiscal agent. For purposes of the Statement of Cash Flows, the City also considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents; this includes investments in TexPool and TexSTAR. All cash and investments in TexPool and TexSTAR of the proprietary funds are pooled with the City's pooled cash and investments and are therefore considered cash equivalents.

H. Unbilled Services Receivable

Utility services revenue is recorded when earned. Customers are billed monthly. The estimated value of services provided, but unbilled at year-end, has been included in the accompanying financial statements.

I. Inventory and Prepaid Items

Inventory is valued at cost using the first in, first out method. Inventory in the Water and Sewer Fund consists of expendable supplies held for future consumption or capitalization. The cost is recorded as an expense in the period that inventory items are consumed.

Prepaid items are for payments made by the City in the current year to provide services occurring in the subsequent fiscal year. A nonspendable fund balance for prepaid items is recognized in the governmental funds financial statements to signify that a portion of fund balance is not available for other subsequent expenditures according to GASB Statement No. 54.

J. Restricted Assets

Restricted cash and investments on the Proprietary Statement of Net Position are restricted in the Water and Sewer Fund for customer deposits and the repayment of outstanding bonds.

K. Interfund Transactions and Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (the current portion of interfund loans) or "advances to/from other funds" (the non-current portion of interfund loans). Any residual balances outstanding between governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

All legally authorized transfers are appropriately treated as transfers and are included in the results of operations of both governmental and proprietary funds. Nonrecurring or nonroutine transfers of equity between funds - for example, contribution of capital assets to a proprietary fund or transfers of residual balances of discontinued funds to other funds - are accounted for as transfers.

Salaries, wages and related payroll costs of personnel who perform administrative services for the Water and Sewer Fund and Recreation Development Corporation are paid through the General Fund. The City has

recorded expenses for these administrative costs in the Water and Sewer Fund and Recreation Development Corporation Special Revenue Fund and recognized corresponding revenue in the General Fund.

L. Capital Assets

Property, plant and equipment purchased or acquired is carried at historical cost or estimated historical cost. Contributed capital assets are recorded at acquisition cost at the time received. Capital assets are defined by the government as assets with an initial, individual cost of more than $5,000 and an estimated useful life in excess of one year.

Property, plant, and equipment of the primary government, as well as the component units, are depreciated using the straight line method over the following estimated useful lives:

Capital Asset Classification	Useful Life in Years
Building and Improvements	50
Water and Sewer System	40
Vehicles, Machinery and Equipment	3 to 7
Furniture and fixtures	5
Drainage improvements	40
Streets	25
Parks	50

M. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. The government has reported the deferred charge on refunding as a deferred outflow of resources in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. Deferred outflows of resources related to the net pension liability are reported and amortized according to GASB Statement No. 68.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has reported pension related items as deferred inflows of resources in the government-wide statement of net position. Deferred inflows of resources related to the net pension liability are amortized according to GASB Statement No. 68.

N. Compensated Absences

City employees are granted vacation and sick leave in varying amounts. Upon termination, an employee is reimbursed for accumulated vacation. Accumulated vacation is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations or retirements.

O. Other Post-Employment Benefits

The City provides post-employment healthcare benefits to all employees who retire from the City. All employees who are vested in the City's pension plan, Texas Municipal Retirement System, are eligible for these benefits with 20 years or more of service, regardless of age, or at age 60 and above. Coverage is also

available to dependents and/or surviving spouses of retirees. Retirees are responsible for paying the full premium for healthcare benefits as the City does not directly subsidize retiree premiums. (See Note 13)

P. Property Tax

The City's property tax is levied each October 1 on the assessed value listed as of the prior January 1 for all real and business personal property located in the City. The property taxes attach as an enforceable lien on property as of January 1. Appraised values are established by the central appraisal districts at 100% of estimated market value and certified by the Appraisal Review Board. The assessed value for the tax roll on January 1, 2016, upon which the original fiscal year 2017 levy was based, was $6,713,232,035. Subsequent adjustments decreased this value to $6,664,501,261.

Taxes are due October 1 and become delinquent after the following January 31. Penalties and interest are charged at 7**%** on delinquent taxes beginning February 1, and increase each month to 18% on July 1. Property taxes at the fund level are recorded as receivables and unavailable revenues at the time the tax levy is billed. Current year revenues recognized are those ad valorem taxes collected within the current period or soon enough thereafter to pay current liabilities, generally sixty (60) days after year-end. Current tax collections for the year ended September 30, 2017, were 99.77% of the tax levy.

The statutes of the State of Texas do not prescribe a legal debt limit. However, Article XI, Section 5 of the Texas Constitution applicable to cities with a population of more than 5,000 limits the ad valorem tax rate to $2.50 per $100 assessed valuation. For the year ended September 30, 2017, the City had a tax margin of $1.9205 per $100 assessed valuation based upon the maximum rates prescribed by law.

In Texas, countywide central appraisal districts are required to assess all property within the appraisal district on the basis of 100% of its appraised value and are prohibited from applying any assessment ratios. The value of property within the appraisal district must be reviewed every three years; however, reviews of appraised values may be conducted more frequently. The City may challenge appraised values established by the appraisal district through various appeals, and if necessary, legal action. Under this system, the City sets tax rates on City property. However, if the effective tax rate, excluding tax rates for bonds and other contractual obligations, adjusted for new improvements, exceeds the rate for the previous year by more than 8%, qualified voters of the City may petition for an election to determine whether to limit the tax rate to no more than 8% above the tax rate of the previous year.

Q. Tax Incentives

The City enters into economic development agreements authorized under Chapter 312 of the Texas Tax Code and Chapter 380 of the Texas Local Government Code which abate or rebate property and/or sales taxes. These agreements are designed to stimulate economic activity, redevelopment, community improvement, and provide a return on investment for the community. Economic development agreements are considered on a case by case basis and generally contain recapture provisions which may require repayment or termination if recipients do not meet the required provisions of the agreements.

Chapter 312 of the Texas Tax Code allows the City to negotiate abatement agreements with applicants. These abatement agreements authorize the appraisal districts to reduce the taxable value of the taxpayer's property by a percentage specified in the agreement, and the taxpayer pays taxes on the lower value during the term of the agreement. Compliance is evaluated annually. The reduction in revenue for property taxes abated for the fiscal year ending September 30, 2017 totaled $1,169,858.

Chapter 380 of the Texas Local Government Code allows the City to provide grants for the purpose of promoting local economic development. These grants are based on a percentage of property and/or sales tax received by the City. The reduction in revenue due to property tax and sales taxes rebated or accrued

for rebate applicable to the fiscal year ending September 30, 2017 totaled $148,662 and $3,680,112 respectively.

R. Federal and State Grants

Federal grants consisted of the Department of Justice Bulletproof Vest grant that is accounted for within the Other Governmental Funds (Police Special Revenue Fund). Total federal grant revenue received during the year ended September 30, 2017 was $5,377. Grant revenues received for specific purposes are accounted for in a special revenue fund or a capital project fund.

S. Long-Term Debt

General Obligation Bonds issued for general government capital projects that are to be repaid from tax revenues of the City are recorded in the government-wide Statement of Net Position. Revenue bonds issued for Proprietary Fund assets that are to be repaid by the Proprietary Fund are recorded in the Proprietary Fund.

Bond premiums and discounts are deferred and amortized over the life of the related debt issues in the government-wide financial statements and the Proprietary Fund. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expended when incurred. In the governmental fund financial statements, bond premiums, discounts, and debt issuance costs incurred are expended when incurred.

T. Net Position

Net position represents the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any debt used for the acquisition, construction or improvements of those assets, net of debt related to any unspent proceeds.

U. Fund Balance

Stabilization Arrangement

The City Charter, as amended November 1995, created a stabilization arrangement of not less than ten percent of the proposed expenditures for the major operating funds. The major operating fund of the City is the General Fund. The City Charter may only be changed through an election, and therefore, the stabilization amount may not be spent without an election. The stabilization arrangement amount of $6,771,140 is classified as committed fund balance in the General Fund.

Minimum Fund Balance Policy

It is the desire of the City to maintain adequate fund balance in the General Fund for liquidity and in anticipation of economic downturns or natural disasters. In addition to the stabilization arrangement established through the City Charter, the City Council has adopted a funding policy to maintain a fund balance in the General Fund of ten percent of the next year's budgeted expenditures plus 60 days of expenditures, which is estimated to be 15 percent of the next year's budgeted expenditures. If fund balance falls below the minimum target level because it has been used, essentially as a "revenue" source, as dictated by current circumstances, the policy provides for actions to replenish the amount to the minimum target level. Generally, replenishment is to occur within a two-year period. The stabilization arrangement and the funding policy create a minimum fund balance of 25 percent of the next year's budgeted expenditures.

V. Retirement Plan

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the Fiduciary Net Position of the

Texas Municipal Retirement System (TMRS) and additions to/deductions from TMRS's Fiduciary Net Position have been determined on the same basis as they are reported by TMRS. For this purpose, plan contributions are recognized in the period that compensation is reported for the employee, which is when contributions are legally due. Benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

W. Use of Estimates

The preparation of financial statements in conformity with US GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenditures and expenses during the reporting period. Actual results could differ from those estimates.

(2) STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Data

The City Charter contains the following requirements, which are adhered to by the City Council, regarding preparation of the annual budget:

• The City Manager, between 60 and 90 days prior to October 1st of each fiscal year, shall submit to the City Council a proposed budget. Such budget shall provide a complete financial plan for the fiscal year.

• The City Manager submits the proposed budget to the City Council on August 5th of each year. City Management shall fix the time and place of a public hearing on the budget and shall cause to be published in the official newspaper of the City of Coppell, a notice of the hearing setting forth the time and place thereof at least eleven days before the date of such hearing. This hearing is held at the second Council meeting in August of each year.

• The budget shall be finally adopted no later than 15 days prior to the beginning of the fiscal year and should the City Council fail to so adopt a budget, the then existing budget together with its tax-levying ordinance and its appropriation ordinance, shall be deemed adopted for the ensuing fiscal year.

The City Council approves annual appropriations for operations and interfund transfers for the general fund, debt service funds, special revenue funds, and the permanent fund. The City Manager has the authority to transfer unexpended balances between departmental budgets within appropriated funds. The City Council, however, must approve any increase in fund appropriations. The legal level of budgetary control is the fund level. During the year, appropriations are adjusted as a result of re-estimates by the departments. For budgetary purposes, unencumbered appropriations lapse at fiscal year-end. (See Encumbrances, discussed previously, regarding encumbered appropriations.)

The Budgetary Comparison Schedules present a comparison of budgetary data to actual results of operations for the General Fund. The same basis of accounting, accounting principles generally accepted in the United States of America (GAAP), is used for both budgetary purposes and actual results.

B. Supplemental Appropriations

The City Council made several supplemental appropriations throughout the year. Supplemental appropriations totaled $6,923,486 in the General Fund, $11,764,814 in the Special Revenue Funds, and $1,345,038 in the Enterprise Fund for 2017. Included in the General Fund supplemental appropriation was funding to cover encumbrance carryovers, transfers to fund Life Safety Park and Library/Community Commons, a Project Manager for the ERP replacement project, bank stabilization for Grapevine Springs Park, Animal Control Center remodel, Information Systems security cameras and video management software systems, systems administrator for the PIER Project, additional recreation center instructors, Tyler Software project, Service Center project, EDC grants, Celebrate Coppell event, CORE HVAC renovation, tools and props for the Joint

Training Facility, Life Safety Park operations, and additional security cameras at the Recreation Center. The Special Revenue Funds supplemental appropriations included funding to cover encumbrance carryovers, new police Commercial Vehicle Division, lightning detection system, motorcycle replacement, Burns Street project, Grapevine Springs Park dredging, and the Coppell Arts Center Phase I. The Enterprise Fund supplemental appropriation included funding to cover encumbrance carryovers, Inflow and Infiltration repairs, Manhole Rehabilitation project, and increased costs for water and sewage treatment.

C. Fund Deficits

No funds had fund deficits.

D. Excess of Expenditures over Appropriations

The expenditures of the Recreation Development Corporation #2 and Park Special Revenue Funds exceeded appropriations by $20,521 and $1,000 respectively. The excess expenditures of each of these two funds were funded primarily by revenues that exceeded anticipated amounts.

E. Bond Requirements

The City believes it and its component units have complied with all significant bond requirements and restrictions as of September 30, 2017.

(3) DEPOSITS AND INVESTMENTS

Deposits – The City maintained the following deposit balances at September 30, 2017:

	Primary Government	
Financial Institution	Bank Balance	Book Balance
Frost Bank	$2,991,703	$2,803,247
Petty Cash	-	6,698
	$2,991,703	$2,809,945

Investments – The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The City's investments in U.S. Treasury Notes are classified in Level 1 of the fair value hierarchy which are valued using prices quoted in active markets for identical securities. The City's investments in U.S. Agency securities are classified in Level 2 of the fair value hierarchy which are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices. The City has no Level 3 investments which are valued using significant unobservable inputs.

As of September 30, 2017, the City had the following investments:

Primary Government

Investments by fair value level	September 30, 2017	Fair Value Level 1	Fair Value Level 2	Weighted Average Maturity (in days)
Treasury Notes	$ 31,299,904	$ 31,299,904	$	215
Federal Home Loan Bank Notes	20,746,460		20,746,460	185
Federal Home Loan Mortgage Corporation	16,423,600		16,423,600	207
Federal Farm Credit Banks	1,798,754		1,798,754	213
Total investments by fair value level	70,268,718	31,299,904	38,968,814	
Portfolio Weighted Average Maturity				204
Total Investments at NAV/amortized cost				
TexPool	$ 29,540,408			37
TexStar	29,239,815			29
Total investments at NAV/amortized cost	58,780,223			
Total Investments	$ 129,048,941			

Credit Risk – Investments. The City's investment policy requires that joint investment pools maintain a continuous rating no lower than AAA or AAA-M by at least one nationally recognized rating agency and that obligations of states, agencies, cities, or other political subdivisions of any state be rated no less than A or an equivalent rating by at least one nationally recognized rating agency. The City's investment policy has no other restrictions relating to credit ratings that would limit its investment options. Moody's has rated investments in U.S. Agencies as Aaa as of September 30, 2017. Standard & Poor's has rated investments in TexPool and TexSTAR as AAA-m as of September 30, 2017.

Custodial Credit Risk – Deposits. For deposits, custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City's investment policy follows state statutes, which requires that all deposits in financial institutions be fully collateralized or insured. For investments, custodial credit risk is the risk that in the event of the failure of a counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's investment policy requires that all investments held by outside parties for safekeeping be held in the name of the City. The City was not exposed to any custodial credit risk at September 30, 2017.

Interest Rate Risk – Investments. In accordance with its investment policy, the City manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to one year or less under normal market conditions, and the maximum final stated maturity of any investment shall not exceed five years. Investments in TexPool and TexSTAR are exempted from SEC registration and the requirements of Rule 2a-7 pertaining to registered money market funds; however, consistent with Rule 2a-7, they seek to maintain stable net asset value of $1.00 per unit and are not subject to interest rate risk.

Concentration of Credit Risk – Investments. The City's investment policy states that investments in local government investment pools shall be limited to fifty percent (50%) of the City's entire cash in bank and investment portfolio, with no more than twenty-five percent (25%) of the entire portfolio invested in any one authorized pool. In addition, investments in mutual funds shall be limited to 10% of the City's monthly fund balance, excluding bond proceeds and reserves and other funds held for debt service. At September 30, 2017, the City's investments are in Federal Home Loan Bank, Federal Home Loan Mortgage Corporation, Federal Farm Credit Banks, United States Treasury Notes, TexPool, and TexSTAR. These investments are 16%, 13%, 1%, 24%, 1%, 23% and 23% respectively, of the City's total investments.

(4) CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2017 is summarized below:

Primary Government:

Governmental activities	Balance October 1, 2016	Additions	Transfers	Retirements	Balance September 30, 2017
Capital assets not being depreciated:					
Land	$ 41,626,804	$ -	$ 305,580	$ (2,517,976)	$ 39,414,408
Construction in Progress	48,828,707	15,637,093	(60,931,335)	-	3,534,465
Total capital assets, not being depreciated	90,455,511	15,637,093	(60,625,755)	(2,517,976)	42,948,873
Capital assets being depreciated:					
Building & Improvements	64,269,632	1,386,970	6,764,564	-	72,421,166
Parks & Improvements	41,712,585	132,002	26,724,669	-	68,569,256
Streets & Improvemens	254,343,655	3,995,462	23,135,489	-	281,474,606
Vehicles, Machinery & Equipment	39,532,198	4,148,944	4,001,033	(646,353)	47,035,822
Total capital assets, being depreciated	399,858,070	9,663,378	60,625,755	(646,353)	469,500,850
Less accumulated depreciation for:					
Building & Improvements	(14,110,461)	(1,540,203)	-	-	(15,650,664)
Parks & Improvements	(10,502,030)	(1,362,204)	-	-	(11,864,234)
Streets & Improvemens	(163,498,685)	(7,831,618)	-	-	(171,330,303)
Vehicles, Machinery & Equipment	(32,962,450)	(4,495,994)	-	634,602	(36,823,842)
Total accumulated depreciation	(221,073,626)	(15,230,019)	-	634,602	(235,669,043)
Total capital assets being depreciated, net	178,784,444	(5,566,641)	60,625,755	(11,751)	233,831,807
Governmental activities capital assets, net	$ 269,239,955	$ 10,070,452	$ -	$ (2,529,727)	$ 276,780,680

Business-type Activities- Water and Sewer Fund	Balance October 1, 2016	Additions	Transfers	Retirements	Balance September 30, 2017
Capital assets not being depreciated:					
Land	$ 844,572	$ -	$ -	$ -	$ 844,572
Construction in Progress	136,020	76,631	6,511	-	219,162
Total capital assets, not being depreciated	980,592	76,631	6,511	-	1,063,734
Capital assets being depreciated:					
Water & Sewer System	99,227,285	975,888	(6,511)	-	100,196,662
Buildings & Improvements	1,411,465	-	-	-	1,411,465
Vehicles, Machinery & Equipment	2,867,239	435,651	-	(48,522)	3,254,368
Total capital assets, being depreciated	103,505,989	1,411,539	(6,511)	(48,522)	104,862,495
Less accumulated depreciation for:					
Water & Sewer System	(50,769,769)	(2,422,441)	-	-	(53,192,210)
Buildings & Improvements	(392,833)	(28,230)	-	-	(421,063)
Vehicles, Machinery & Equipment	(2,308,444)	(232,745)	-	48,522	(2,492,667)
Total accumulated depreciation	(53,471,046)	(2,683,416)	-	48,522	(56,105,940)
Total capital assets being depreciated, net	50,034,943	(1,271,877)	(6,511)	-	48,756,555
Business-type activities capital assets, net	$ 51,015,535	$ (1,195,246)	$ -	$ -	$ 49,820,289

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:	
General government	$ 1,121,178
Public Safety	2,768,014
Public Works	8,594,349
Culture and Recreation	2,746,478
Total depreciation expense – governmental activities	$15,230,019
Business-type activities:	
Water and Sewer	$ 2,683,416
Total depreciation expense – business-type activities	$ 2,683,416

(5) LONG-TERM DEBT AND LIBILITIES

General Obligation Debt

General obligation debt provides funds for the acquisition and construction of major capital equipment, facilities and infrastructure. The general obligation debt consists of general obligation bonds, notes and certificates of obligation that are serial debt collateralized by the full faith and credit of the City, and payable from property taxes and other revenues. General obligation bonds require the City to compute, at the time

other property taxes are levied, the rate of tax required to provide (in each year bonds are outstanding) funds to pay interest and principal at maturity. The debt matures annually in varying amounts through 2036, and interest is payable semi-annually.

Governmental Activities

A summary of activity of the general obligation debt reported in governmental activities for the year ended September 30, 2017 is as follows:

Outstanding - October 1, 2016	$ 70,360,000
Retirements	(6,715,000)
Premium	3,067,133
Outstanding - September 30, 2017	$ 66,712,133

General obligation debt at September 30, 2017, is comprised of the following issues:

Bonds	Interest Rate %	Issue Date	Maturity Date	Issued Amount	Outstanding September 30, 2017
Certificate of Obligation	4.125-5.750	2008	2028	20,000,000	1,355,000
GO Refunding Bonds	2.93	2009	2020	4,725,000	495,000
Certificate of Obligation	2.000-4.250	2011	2031	8,830,000	6,745,000
GO Refunding Bonds	2.000-4.250	2011	2031	12,510,000	6,515,000
GO Refunding Bonds	3.000-5.000	2013	2024	7,660,000	5,710,000
Certificate of Obligation	3.000-5.000	2013	2033	9,095,000	7,870,000
GO Refunding Bonds	1.000-2.000	2014	2020	6,560,000	2,430,000
GO Refunding Bonds	2.000-4.000	2015	2028	18,675,000	17,890,000
GO Refunding Bonds	2.000-3.000	2016	2027	4,405,000	4,380,000
Certificate of Obligation	2.000-4.000	2016	2036	11,800,000	10,255,000
					$63,645,000

Aggregate maturities of the general long-term debt (principal and interest) for the years subsequent to 2017 are as follows:

Fiscal Year	Principal Requirements	Interest Requirements	Total Requirements
2018	$ 6,020,000	$ 2,180,468	$ 8,200,468
2019	6,120,000	1,999,436	8,119,436
2020	5,560,000	1,837,491	7,397,491
2021	5,020,000	1,685,550	6,705,550
2022	5,095,000	1,516,199	6,611,199
2023-2027	21,380,000	4,848,973	26,228,973
2028-2032	11,025,000	1,662,256	12,687,256
2033-2036	3,425,000	239,944	3,664,944
	$63,645,000	$ 15,970,317	$ 79,615,317

Proceeds of general obligation bonds are recorded in the Capital Projects Funds and are restricted to the use for which they were approved in the bond elections. Certificates of obligation and note proceeds are recorded in the appropriate fund to account for the use of the funds for which the debt was issued. The City Charter expressly prohibits the use of bond proceeds to fund operating expenditures. The City has $1,868,610 of authorized but unissued general obligation bonds.

The City intends to retire all its governmental activities general obligation debt, plus interest, from ad valorem taxes and other current revenues.

Water and Sewer Fund

A summary of Water and Sewer GO Refunding Bond activity for the year ended September 30, 2017 is as follows:

Outstanding -October 1, 2016	$ 455,000
Retirements	(360,000)
Outstanding -September 30, 2017	$ 95,000

Water & Sewer GO Refunding Bonds payable at September 30, 2017 is comprised of the following issue:

Bonds	Interest Rate %	Issue Date	Maturity Date	Issued Amount	Outstanding September 30, 2017
Water & Sewer General Obligation Refunding Bonds	2.93	2009	2020	$ 3,720,000	$ 95,000

Aggregate maturities of the Water and Sewer GO Refunding bonds (principal and interest) for the years subsequent to September 30, 2017 are as follows:

Fiscal Year	Principal	Interest	Total
2018	$ 50,000	$ 2,051	$ 52,051
2019	45,000	659	45,659
	$ 95,000	$ 2,710	$ 97,710

Sales Tax Bonds

The Sales Tax Revenue Bonds are payable from the gross proceeds of the 1/2 of 1% Sales and Use Tax (Section 4B) levied for the benefit of the Coppell Recreation Development Corporation.

A summary of Sales Tax Revenue Bond activity for the year ended September 30, 2017 is as follows:

Outstanding -October 1, 2016	$29,985,000
Retirements	(680,000)
Premiums	2,315,605
Outstanding -September 30, 2017	$31,620,605

Sales Tax Revenue Bonds payable at September 30, 2017 is comprised of the following issue:

Bonds	Interest Rate %	Issue Date	Maturity Date	Issued Amount	Outstanding September 30, 2017
Sales Tax Revenue Bonds	3.25 - 5.00	2014	2038	$31,730,000	$ 29,305,000

Debt service requirements of the Sales Tax Revenue Bonds (principal and interest) for the years subsequent to September 30, 2017 are as follows:

Fiscal Year	Principal	Interest	Total
2018	$ 710,000	$ 1,246,519	$ 1,956,519
2019	260,000	1,218,119	1,478,119
2020	1,035,000	1,207,718	2,242,718
2021	1,085,000	1,155,969	2,240,969
2022	1,140,000	1,101,718	2,241,718
2023 - 2027	6,620,000	4,593,344	11,213,344
2028 - 2032	8,355,000	2,855,769	11,210,769
2033 - 2037	10,000,000	1,220,850	11,220,850
2038	100,000	4,000	104,000
	$29,305,000	$14,604,006	$43,909,006

Changes in Long-term Liabilities

Long-term liability activity for the year ended September 30, 2017, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Bonds payable:					
General obligation bonds	$ 70,360,000	$ -	$ (6,715,000)	$ 63,645,000	$ 6,020,000
Sales tax bonds	29,985,000	-	(680,000)	29,305,000	710,000
Deferred amounts:					
Premiums	5,754,194	-	(371,456)	5,382,738	371,456
Total bonds payable	106,099,194	-	(7,766,456)	98,332,738	7,101,456
Compensated absences	3,108,442	1,651,128	(1,746,959)	3,012,611	992,036
Net pension liability	20,040,252	345,589	-	20,385,841	-
Other post-employment benefits obligation	892,933	161,378	(17,172)	1,037,139	-
Total governmental activities	130,140,821	2,158,095	(9,530,587)	122,768,329	8,093,492
Business-type Activities:					
Refunding bonds	455,000	-	(360,000)	95,000	50,000
Compensated absences	68,294	64,156	(49,524)	82,926	56,293
Net pension liability	900,450	15,528	-	915,978	-
Total business-type acivities	1,423,744	79,684	(409,524)	1,093,904	106,293
Total government	$ 131,564,565	$ 2,237,779	$ (9,940,111)	$ 123,862,233	$ 8,199,785

Within the governmental activities, compensated absences, net pension liability, and other post-employment benefits are generally liquidated by the General Fund.

(6) COMPENSATED ABSENCES

Vacation leave is earned in varying amounts up to a maximum of twenty-four (24) days for employees with 19 or more years of service. Unused vacation leave is carried forward from one year to the next, up to a maximum of forty-eight (48) days, depending on years of service. As of September 30, 2017, the amount expected to be due within one year for Governmental Activities is $992,036. The amount expected to be due within one year for Business-type Activities is $56,293.

A summary of the activity for the year is as follows:

	Business-type Activities	Governmental Activities	Total
Balance – Beginning of year	$ 68,294	$ 3,108,442	$ 3,176,736
Additions	64,156	1,651,128	1,715,284
Reductions	(49,524)	(1,746,959)	(1,796,483)
Balance – End of Year	$ 82,926	$ 3,012,611	$ 3,095,537

(7) FUND BALANCE FLOW ASSUMPTIONS

Sometimes the City will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as

restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

When both restricted and unrestricted resources are available for use in governmental activities or proprietary funds, it is the City's policy to use restricted resources first, then unrestricted resources, as they are needed.

(8) FUND BALANCES

According to GASB Statement No. 54, the fund balance is classified depending on the relative strength of the spending constraints placed on the purposes for which resources can be used as follows:

Nonspendable fund balance- amounts that cannot be spent because they are either (1) not in spendable form or (2) legally or contractually required to be maintained intact.

Restricted fund balance- amounts constrained to specific purposes externally imposed by creditors (such as through debt covenants), grantor and contributors, or laws, or regulations of other governments, or through constitutional provisions, or by enabling legislation.

Committed fund balance- amounts that can only be used for specific purposes, pursuant to constraints imposed by formal action of the government's highest level of decision making authority. The City Council is the highest level of decision-making authority for the City that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation.

Assigned fund balance-amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as committed. The City Council has by resolution authorized the Finance Director to assign fund balance. The City Council may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

Unassigned fund balance- amounts that represent fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. In other governmental funds, it may be necessary to report a negative residual balance as unassigned.

Fund Balances	General	General Obligation	Capital Projects Streets	Capital Projects Recreation Development	Infrastructure Maintenance Fund	Other Governmental Funds	Total Governmental Funds
Nonspendable:							
Prepaid items	$ 168,478	$ -	$ -	$ -	$ -	$ 373,820	$ 542,298
Permanent Fund - Perpetual Care Fund	-	-	-	-	-	468,077	468,077
Restricted for:							
General Government							
Public educational government channel	308,525	-	-	-	-	-	308,525
Public education about solid waste	35,479	-	-	-	-	-	35,479
Public Safety							
Emergency 911	514,721	-	-	-	-	-	514,721
Fire	-	-	-	-	-	22,182	22,182
Police	-	-	-	-	-	244,719	244,719
Animal shelter	-	-	-	-	-	10,506	10,506
Child safety programs	-	-	-	-	-	76,952	76,952
Crime prevention programs and services	-	-	-	-	-	7,617,358	7,617,358
Court security	-	-	-	-	-	284,412	284,412
Traffic and signal enforcement / improvements	-	-	-	-	-	672,015	672,015
Juvenile case manager	-	-	-	-	-	199,375	199,375
Court technology	-	-	-	-	-	142,568	142,568
Judicial efficiency	-	-	-	-	-	12,851	12,851
Culture and recreation							
Improvements / maintenance of recreation facilities, trails, drainage, and streetscapes	9,534,715	-	-	-	-	-	9,534,715
Recycling	-	-	-	-	-	64,472	64,472
Community garden / farmer's market	-	-	-	-	-	1,534	1,534
Library	-	-	-	-	-	33,168	33,168
Parks	-	-	-	-	-	33,844	33,844
Art Center	-	-	-	-	-	25,053	25,053
Tennis Center	-	-	-	-	-	1,006	1,006
Senior Center	-	-	-	-	-	10,337	10,337
Living Well welness incentive	-	-	-	-	-	101	101
Promotion of tourism and events	-	-	-	-	-	155,225	155,225
Improvements / maintenance of recreation facilities, trails, drainage, and streetscapes	-	-	-	-	-	5,602,531	5,602,531
Economic development	-	-	-	-	-	9,249	9,249
Capital Projects	-		14,609,655	1,033,903	-	5,535,668	21,179,226
Debt Service	-	1,015,637	-	-	-	81,938	1,097,575
Committed for:							
City charter required reserves	6,771,140	-	-	-	-	-	6,771,140
Culture and recreation							
Improvements / maintenance of recreation facilities, trails, drainage, and streetscapes	974,831	-	-	-	-	-	974,831
Parks	-	-	-	-	-	393,887	393,887
Rolling Oaks Cemetery	-	-	-	-	-	516,778	516,778
Tree preservation	-	-	-	-	-	105,952	105,952
Economic development	1,078,355	-	-	-	-	12,798	1,091,153
Public works							
Projects	358,858	-	-	-	16,746,586	-	17,105,444
Storm water control development	-	-	-	-	-	722,310	722,310
Assigned for:							
Capital Projects	450,000	-	-	-	-	-	450,000
Unassigned	37,312,725	-	-	-	-	-	37,312,725
	$ 57,507,827	$ 1,015,637	$ 14,609,655	$ 1,033,903	$ 16,746,586	$ 23,430,686	$ 114,344,294

(9) INTERFUND BALANCES AND TRANSFERS

During the course of the fiscal year, interfund payables and receivables arise. The following were outstanding as of September 30, 2017:

Receivable Fund	Payable Fund	Amount
General Fund	Agency Fund - Health Reimbursement Arrangement Fund	$ 27,858
Internal Service Funds	Agency Fund - Health Reimbursement Arrangement Fund	15,300
Nonmajor Governmental Funds	General Fund	15,254
Agency Fund - Health Reimbursement Arrangement Fund	Internal Service Funds	109,953
Totals		$ 168,365

The $109,953 interfund balance due to the Health Reimbursement Arrangement Agency Fund from the Self-Funded Health Internal Service Fund was reclassified to Other Liabilities, and the $27,858 due to the General Fund and $15,300 due to the Self-Funded Health Internal Service Fund from the Health Reimbursement Arrangement Agency Fund were reclassified to Other Receivables on the Government-Wide Statement of Net Position.

Transfers made during the year were as follows:

Fund	Transfers In	Transfers Out
General Fund	$ 2,765,000	$ 9,070,392
Capital Project Fund Recreation Development	1,763,188	-
Special Revenue Fund Infrastructure Maintenance Fund	2,550,500	-
Nonmajor Governmental Funds	5,811,638	4,264,784
Internal Service Funds	1,121,723	-
Water-Sewer Enterprise Fund	-	676,873
Totals	$ 14,012,049	$ 14,012,049

The transfers from the General Fund to other governmental funds consisted of an annual transfer to the Infrastructure Maintenance Special Revenue Fund to cover the cost of maintenance of City facilities and streets ($2,550,500); to the City-Funded Capital Project Fund for the Enterprise Resource Planning software project, the Service Center expansion, and Engineering software ($3,219,778); to the Recreation Development Capital Project Fund for the Life Safety Park project ($881,594); to the Recreational Development Corporation #2 Special Revenue Fund for the Library and Life Safety Park ($1,878,697); and to the Capital Replacement Internal Service Fund to provide a base of funds for future equipment and vehicle replacements ($539,823). The transfer from the Recreational Development Corporation #2 Special Revenue Fund to the General Fund was for maintenance and operations of parks and facilities per Council

resolution allowing the use of the 4B proceeds for maintenance and operations of parks and facilities originally developed with 4B proceeds ($2,765,000).

The transfers from the Crime Prevention Special Revenue Fund were to the Recreation Development Capital Project Fund for the Life Safety Project ($881,594); to the Capital Replacement Internal Service Fund to accumulate a base of funds for future public safety equipment and vehicle replacements ($499,182); and to the Recreational Development Corporation #2 Special Revenue Fund for Life Safety Park ($22,536). The transfers from the Water-Sewer Enterprise Fund were to the City-Funded Capital Project Fund for the Senior Center ($625,000) and to the Capital Replacement Internal Service Fund to accumulate a base of funds for future vehicles and equipment for use by the departments in this Fund ($51,873). Additional transfers were from the Red Light Enforcement Special Revenue Fund to the Capital Replacement Internal Service Fund for future equipment and vehicle replacements specific to it ($30,845), from the Recreational Development Corporation #1 Special Revenue Fund to the Recreational Development Corporation #2 Special Revenue Fund to close Fund #1 ($61,465), and from the Parks Capital Projects Fund to the City Facilities Capital Project Fund to prepare the Parks Fund to be closed ($4,162).

(10) DEFINED BENEFIT PENSION PLAN

A. Plan Description

The City participates as one of 872 plans in the nontraditional, joint contributory, hybrid defined benefit pension plan administered by the Texas Municipal Retirement System (TMRS). TMRS is an entity created by the State of Texas and administered in accordance with the TMRS Act, Subtitle G, Title 8, Texas Government Code (the TMRS Act) as an agent multiple-employer retirement system for municipal employees in the State of Texas. The TMRS Act places the general administration and management of the System with a six-member Board of Trustees. Although the Governor, with the advice and consent of the Senate, appoints the Board, TMRS is not fiscally dependent on the State of Texas. TMRS's defined benefit pension plan is a tax-qualified plan under Section 401 (a) of the Internal Revenue Code. TMRS issues a publicly available comprehensive annual financial report (CAFR) that can be obtained at *www.tmrs.com.*

All eligible employees of the City are required to participate in TMRS.

B. Benefits Provided

TMRS provides retirement, disability, and death benefits. Benefit provisions are adopted by the governing body of the city, within the options available in the state statutes governing TMRS.

At retirement, the benefit is calculated as if the sum of the employee's contributions, with interest, and the city-financed monetary credits with interest were used to purchase an annuity. Members may choose to receive their retirement benefit in one of seven payments options. Members may also choose to receive a portion of their benefit as a Partial Lump Sum Distribution in an amount equal to 12, 24, or 36 monthly payments, which cannot exceed 75% of the member's deposits and interest.

Members can retire at ages 60 and above with five or more years of service or with 20 years of service regardless of age. A member is vested after five years. The plan provisions are adopted by the governing body of the City, within the options available in the state statutes governing TMRS and within the actuarial constraints also in the statutes.

Employees covered by benefit terms.

At the December 31, 2016 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	190
Inactive employees entitled to but not yet receiving benefits	191
Active employees	380
	761

C. Contributions

The contribution rates for employees in TMRS are either 5%, 6%, or 7% of employee gross earnings, and the city matching percentages are either 100%, 150%, or 200%, both as adopted by the governing body of the city. Under the state law governing TMRS, the contribution rate for each city is determined annually by the actuary, using the Entry Age Normal (EAN) actuarial cost method. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Employees for the City were required to contribute 7% of their annual gross earnings during the fiscal year. The contribution rates for the City were 15.11% and 15.48% in calendar years 2016 and 2017, respectively. The City's contributions to TMRS for the year ended September 30, 2017 were $4,291,973, and were equal to the required contributions.

D. Net Pension Liability

The City's Net Pension Liability (NPL) was measured as of December 31, 2016, and the Total Pension Liability (TPL) used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date.

Actuarial assumptions:

The Total Pension Liability in the December 31, 2016 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.5% per year
Overall payroll growth	3.0% per year
Investment Rate of Return	6.75%, net of pension plan investment expense, including inflation

Salary increases were based on a service-related table. Mortality rates for active members, retirees, and beneficiaries were based on the Gender-distinct RP2000 Combined Healthy Mortality Tables with Blue Collar Adjustment, with male rates multiplied by 109% and female rates multiplied by 103%. The rates are projected on a fully generational basis by scale BB to account for future mortality improvements. For disabled annuitants, the Gender-distinct RP2000 Disabled Retiree Mortality Tables are used, with slight adjustments.

Actuarial assumptions used in the December 31, 2016 valuation were based on the results of actuarial experience studies. The experience study in TMRS was for the period December 31, 2010 through December 31, 2014. Healthy post-retirement mortality rates and annuity purchase rates were updated based on a Mortality Experience Investigation Study covering 2009 through 2011, and dated December 31, 2013. These assumptions were first used in the December 31, 2013 valuation, along with a change to the Entry Age Normal (EAN) actuarial cost method. Assumptions are reviewed annually. Plan assets are managed on a total return basis with an emphasis on both capital appreciation as well as the production of income, in order to satisfy the short-term and long-term funding needs of TMRS.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return (Arithmetic)
Domestic Equity	17.5%	4.55%
International Equity	17.5%	6.35%
Core Fixed Income	10.0%	1.00%
Non-Core Fixed Income	20.0%	4.15%
Real Return	10.0%	4.15%
Real Estate	10.0%	4.75%
Absolute Return	10.0%	4.00%
Private Equity	5.0%	7.75%
Total	100.0%	

Discount Rate

The discount rate used to measure the Total Pension Liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rates specified in statute. Based on that assumption, the pension plan's Fiduciary Net Position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the Total Pension Liability.

Changes in the Net Pension Liability

	Increases (Decreases)		
	Total Pension Liability (a)	**Plan Fiduciary Net Position (b)**	**Net Pension Liability (a) - (b)**
Balance at 12/31/2015	$ 133,255,265	$ 112,314,563	$ 20,940,702
Changes for the year:			
Service cost	4,795,907	-	4,795,907
Interest	9,034,884	-	9,034,884
Difference between expected and actual experience	(143,547)	-	(143,547)
Contributions - employer	-	3,973,656	(3,973,656)
Contributions - employee	-	1,849,941	(1,849,941)
Net investment income	-	7,592,873	(7,592,873)
Benefit payments, including refunds of employee contributions	(3,606,184)	(3,606,184)	-
Administrative expense	-	(85,724)	85,724
Other changes	-	(4,619)	4,619
Net changes	10,081,060	9,719,943	361,117
Balance at 12/31/2016	$ 143,336,325	$ 122,034,506	$ 21,301,819

Sensitivity of the net pension liability to changes in the discount rate

The following presents the net pension liability of the City, calculated using the discount rate of 6.75%, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.75%) or 1-percentage-point higher (7.75%) than the current rate:

	1% Decrease in Discount Rate (5.75%)	Discount Rate (6.75%)	1% Increase in Discount Rate (7.75%)
City's net pension liability	$ 43,846,083	$ 21,301,819	$ 3,004,178

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's Fiduciary Net Position is available in a separately-issued TMRS financial report. That report may be obtained on the Internet at *www.tmrs.com*.

E. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended September 30, 2017, the city recognized pension expense of $6,247,529.

At September 30, 2017, the city reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	$ 628,476	$ 301,873
Changes in actuarial assumptions	-	324,501
Difference between projected and actual investment earnings	5,035,477	-
Contributions subsequent to the measurement date	3,279,954	-
Total	$ 8,943,907	$ 626,374

The City reported $3,279,954 as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date which will be recognized as a reduction of the net pension

liability for the year ending September 30, 2018. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended September 30:	
2018	$ 1,757,569
2019	1,757,569
2020	1,540,813
2021	(16,110)
2022	(2,262)
Total	$ 5,037,579

(11) DEFERRED COMPENSATION PLANS

The City offers its employees a deferred compensation plan created in accordance with the Internal Revenue Code Section 457. The plan, available to all City employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency.

The City funds all amounts of compensation deferred under the plan, at the direction of the covered employee, through investments in either a Roth IRA or fixed and variable annuity contracts underwritten by International City Manager Association (ICMA) Retirement Corporation and American Fund.

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are held in trust for the exclusive benefit of the participants and their beneficiaries.

The City has no liability for losses under the plan, only provides limited administrative duties, and therefore, the deferred compensation plans are not included in the financial statements of the City.

(12) RISK FINANCING

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the City carries commercial insurance. There have been no reductions in coverages during the year or settlements in excess of coverages in the past three years.

The City established an internal service fund to account for its self-funded employee health program in November 2000. The City pays most of the premium for each eligible employee and each employee pays the dependent coverage premium, if elected, plus a portion of the employee premium. The premiums paid by the City are primarily an expenditure of the general fund and an expense of the Water and Sewer Enterprise Fund. All premiums are paid into the self-funded health internal service fund to pay claims, claim reserves and administrative costs of the program as well as costs associated with the City's wellness program.

The self-funded employee health program is responsible for medical claims up to an aggregate stop loss of $125,000 per covered individual. Coverage from a private insurance company is maintained for losses in excess of the stop loss amount. An independent claims administrator performs all claims handling procedures.

Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Claims payable include all known claims and an amount for claims that have been incurred but not reported (IBNR). Claim liabilities are estimated by considering the effects of inflation, recent claim settlement trends, including frequency and amount of pay-outs, and other economic and social factors. The self-funded

program was implemented during the year ended September 30, 2001. Changes in the balance of the claims liabilities for the year ended September 30, 2017 are as follows:

	2017	2016
Claims payable, beginning of year	$ 523,717	$ 817,274
Claims incurred	3,560,631	4,281,720
Changes in estimates	304,408	(265,725)
Claim payments	(3,557,720)	(4,309,552)
Claims payable, end of year	$ 831,036	$ 523,717

(13) OTHER POST-EMPLOYMENT BENEFITS

Health Care Benefits

Plan Description

In addition to the pension benefits described in Note 10, the City provides post-employment health care benefits, in accordance with City policy. All employees who are vested in the City's pension plan, Texas Municipal Retirement System, are eligible for these benefits with 20 years or more of service, regardless of age, or at age 60 and above. Coverage is also available to dependents or surviving spouses of retirees. This healthcare plan provides medical, dental and hospitalization coverage (until eligible for Medicare) to eligible retirees, their spouses and dependents through the city's self-funded health program, which covers both active and retired members. At September 30, 2017, the City had 190 retirees and an additional 92 active employees that are eligible to retire. The City subsidizes medical and hospitalization costs incurred by retirees and their dependents. Recommendations for plan benefits are presented to City Council for their approval during the annual budget process. The City's plan qualifies as a single-employer, defined benefit plan and is accounted for in the City's Self-Funded Health Fund. A separate financial statement is not issued for the plan.

Contributions

Current retirees contribute to the self-funded health program the blended premium for active and retired participants. The City contribution for retirees consists of pay-as-you-go claims in excess of the retiree contributions. Retiree contribution rates for fiscal year 2017 ranged from $836 to $2,221 per month depending on coverage levels selected. In fiscal year 2017, the total member contributions were $65,073. Claims incurred by retirees were $17,172; therefore, the City's contribution to the plan for fiscal year 2017 was zero as retiree contributions covered retiree expense.

Schedule of Actuarial Liabilities and Funding Progress

Actuarial valuations involve the use of estimates and assumptions about the probability of events far into the future, including, but not limited to, assumptions about length of employee service, mortality rates, and future costs of healthcare. The valuation will be updated every year and actual results will be compared to past expectations. As a result of these comparisons, new estimates and assumptions will be made about future results of the plan. Valuations are made based on the benefits in place at the time of the valuation. Any changes in the benefits offered or the contribution rates would impact future valuations. Actuarial techniques include smoothing mechanisms which take a long-term approach in the valuation of assets and liabilities of the plan and are designed to reduce short-term volatility in the measurement of these assets and liabilities.

Actuarial Assumptions

Actuarial Cost Method	Individual Entry-Age Actuarial Cost Method
Amortization Method	Level Percent of Payroll
Remaining Amortization Period	30 Years – Closed Period
Asset Valuation Method	Market Value
Investment Rate of Return	4.0%
Payroll Growth	3.0%
Healthcare Trends	7.50% Initial, 4.25% Ultimate
Inflation Rate	2.5%

The components of the City's OPEB cost for the year, the amount contributed to the plan and changes in the City's net OPEB obligation are as follows:

Annual OPEB Cost	2017
Employer Normal Cost	$ 92,078
Amortization of Unfunded Actuarial Accrued Liability	68,378
Annual Required Contribution (ARC)	160,456
Interest on Net OPEB Obligation	35,717
Adjustment to Annual Required Contribution	(34,795)
Annual OPEB Cost	161,378
Contributions (Claims Paid and Additional Contribution)	(17,172)
Change in Net OPEB Obligation	144,206
Net OPEB Obligation, beginning of year	892,933
Net OPEB obligation, the end of year	$1,037,139

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2015, 2016, and 2017 are as follows:

Fiscal Year	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2015	$ 169,963	62.1%	$ 904,703
2016	169,963	106.9%	892,933
2017	161,378	10.6%	1,037,139

As of December 31, 2016, the most recent actuarial valuation date, the plan was 10.71% funded. The actuarial accrued liability for benefits was $1,979,767 and the actuarial value of assets was $211,965, resulting in an unfunded actuarial accrued liability (UAAL) of $1,767,802. The covered payroll (annual payroll of active employees covered by the plan) was $26,234,012 and the ratio of the UAAL to the covered payroll was 6.7%.

The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of plan assets held in trust is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

COBRA Benefits

Under the Consolidated Omnibus Budget Reconciliation Act ("COBRA"), the City makes healthcare benefits available to eligible former employees and eligible dependents. The federal government outlines certain requirements for this coverage. The premium plus a two percent administration fee is paid in full by the insured on or before the tenth (10^{th}) day of the month for the actual month covered. This program is offered for 18 months after the employee's termination date. The City makes no contribution under this program. There were no participants in the program as of September 30, 2017.

Life Insurance Benefits

The City also participates in the cost sharing multiple-employer defined benefit group-term life insurance plan operated by the Texas Municipal Retirement System (TMRS) known as the Supplemental Death Benefits Fund (SDBF). The City elected, by ordinance, to provide group-term life insurance coverage to both current and retired employees. The City may terminate coverage under and discontinue participation in the SDBF by adopting an ordinance before November 1^{st} of any year to be effective the following January 1^{st}.

The death benefit for active employees provides a lump-sum payment approximately equal to the employee's annual salary (calculated based on the employee's actual earnings, for the 12-month period preceding the month of death); retired employees are insured for $7,500; this coverage is an "other postemployment benefit," or OPEB.

The City contributes to the SDBF at a contractually required rate as determined by an annual actuarial valuation. The rate is equal to the cost of providing one-year term life insurance. The funding policy for the SDBF program is to assure that adequate resources are available to meet all death benefit payments for the upcoming year; the intent is not to pre-fund retiree term life insurance during employees' entire careers.

The City's contributions to the TMRS SDBF for the years ended 2017, 2016 and 2015 were $41,054, $41,146, and $39,212, respectively, which equaled the required contributions each year.

Schedule of Contribution Rates
(RETIREE - only portion of the rate)

Plan / Calendar Year	Annual Required Contribution Rate (ARC)	Actual Contribution Rate	Percentage of ARC Contributed
2015	0.01%	0.01%	100.0%
2016	0.01%	0.01%	100.0%
2017	0.02%	0.02%	100.0%

(14) JOINT VENTURE AND JOINTLY GOVERNED ORGANIZATIONS

The North Texas Emergency Communications Center, Inc. (NTECC) is a joint venture between the Town of Addison, City of Carrollton, City of Coppell and City of Farmers Branch (the "Cities") formed during fiscal year 2014 to establish and operate a joint public safety dispatch center. The affairs of the NTECC are managed

by a four-person board of directors representing each of the four participating Cities.

The Cities are responsible for funding capital and operating costs of the NTECC in the proportions stated in the interlocal agreement. The City of Coppell has an equity interest in the NTECC of $854,497 at September 30, 2017, and it is reported as an investment in joint venture in the governmental activities on the government-wide Statement of Net Position. The financial statements for NTECC may be obtained from the Department of Finance at P.O. Box 9478, Coppell, Texas 75048-9478, call (972) 304-3690, or e-mail at finance@coppelltx.gov.

The Cities have also entered into an interlocal agreement to jointly procure a public safety radio system. While this agreement did not include the formation of a separate legal joint venture entity, it is possible that this system may be consolidated into the NTECC in the future. The Cities are responsible for funding a portion of the radio system in the proportions stated in the inter-local agreement. The City of Coppell's portion of the system costs at September 30, 2017 of $2,179,895 is capitalized as equipment in the governmental activities on the government-wide Statement of Net Position.

Additionally, the Cities entered into the Joint Fire Training Center Interlocal Cooperation Agreement for the purpose of jointly designing, constructing, maintaining, operating, managing, and using a fire training facility on property owned by the City of Farmers Branch. This agreement did not include the formation of a separate legal joint venture entity, and the City of Coppell's portion of the shared capital costs at September 30, 2017 of $592,758 is capitalized as building and improvements in the governmental activities on the government-wide Statement of Net Position.

(15) COMMITMENTS AND CONTINGENCIES

The City has active construction projects as of September 30, 2017. The projects include street, park, drainage improvements, and pump station. The outstanding commitments under authorized construction contracts by project are as follows:

Project	Spent to-Date	Remaining Commitment
Andy Brown Park	$ 21,705,848	$ 111,260
Life Safety Park	5,883,548	32,660
Bethel Rd/W Sandy Lake/Freeport	7,140,866	47,852
State Hwy 121/Freeport	12,556,525	23,270
Streetscape	4,774,124	39,058
Various Capital Projects	41,435,008	1,531,095
Smart Meters/Pump Station	1,292,221	17,458
Total all funds	$ 94,788,140	$ 1,802,653

Outstanding commitments at year end were $1,502,739 to be funded by the Streets Capital Project Fund, $228,503 to be funded by the Recreation Development Capital Projects Fund, $53,953 to be funded by other nonmajor governmental capital project funds, and $17,458 to be funded by the Enterprise Fund. These commitments were encumbered at year end and are re-appropriated and become part of the subsequent year's budget.

The City receives State and Federal Grants for specific purposes that are subject to review and audit by the Grantor Agency. Such audits could result in a request for reimbursement for expenditures disallowed under terms and conditions of the appropriate agencies. In the opinion of City management, such disallowances, if any, will not be significant.

REQUIRED SUPPLEMENTAL INFORMATION
TEXAS MUNICIPAL RETIREMENT SYSTEM (TMRS)
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
LAST THREE MEASUREMENT YEARS (Unaudited)

Measurement Year - Deceember 31,	**2016**	**2015**	**2014**
Total pension liability			
Service cost	**$** 4,795,907	**$** 4,773,791	**$** 4,360,178
Interest (on the total pension liability)	9,034,884	8,655,276	8,043,965
Difference between expected and actual experience	(143,547)	1,027,510	(416,347)
Changes of assumptions	-	(530,535)	-
Benefit payments, including refunds of employee contributions	(3,606,184)	(3,861,363)	(3,061,820)
Net change in total pension liability	$ 10,081,060	$ 10,064,679	$ 8,925,976
Total pension liability - beginning	133,255,265	123,190,586	114,264,610
Total pension liability - ending (a)	$ 143,336,325	$ 133,255,265	$ 123,190,586
Plan fiduciary net position			
Contributions - employer	$ 3,973,656	$ 4,156,827	$ 3,937,618
Contributions - employee	1,849,941	1,904,241	1,763,756
Net investment income	7,592,873	162,416	5,816,895
Benefit payments, including refunds of employee contributions	(3,606,184)	(3,861,363)	(3,061,820)
Administrative expense	(85,724)	(98,915)	(60,721)
Other	(4,619)	(4,885)	(4,993)
Net change in plan fiduciary net position	$ 9,719,943	$ 2,258,321	$ 8,390,735
Plan fiduciary net position - beginning	112,314,563	110,056,242	101,665,507
Plan fiduciary net position - ending (b)	122,034,506	112,314,563	110,056,242
Net pension liability (a) - (b)	21,301,819	20,940,702	$ 13,134,344
Plan fiduciary net position as a percentage of total pension liability	85.14%	84.29%	89.34%
Covered employee payroll	$ 26,235,817	$ 26,594,934	$ 24,996,845
Net pension liability as a percentage of covered employee payroll	81.19%	78.74%	52.54%

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

CITY OF COPPELL, TEXAS

REQUIRED SUPPLEMENTAL INFORMATION
TEXAS MUNICIPAL RETIREMENT SYSTEM (TMRS)
SCHEDULE OF CONTRIBUTIONS
LAST THREE FISCAL YEARS (Unaudited)

	Fiscal Year		
	2017	**2016**	**2015**
Actuarially determined contribution	$ 4,291,973	$ 4,221,309	$ 4,068,349
Contribution in relation of the actuarially determined contribution	4,291,973	4,221,309	4,068,897
Contribution deficiency (excess)	$ -	$ -	$ (548)
Covered employee payroll	$ 27,810,639	$ 27,430,532	$ 26,141,272
Contributions as a percentage of covered employee payroll	15.43%	15.39%	15.57%

Notes to Schedule

Valuation Date: Actuarially determined contribution rates are calculated as of December 31 and become effective in January 13 months later.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	29 years
Asset Valuation Method	10 Year smoothed market; 15% soft corridor
Inflation	2.50%
Salary Increases	3.50% to 10.5% including inflation
Investment Rate of Return	6.75%
Retirement Age	Experience-based table of rates that are specific to the City's plan of benefits. Last updated for the 2015 valuation pursuant to an experience study of the period 2010 - 2014
Mortality	RP2000 Combined Mortality Table with Blue Collar Adjustment with male rates multiplied by 109% and female rates multiplied by 103% and projected on a fully generational basis with scale BB

Other Information: There were no benefit changes during the year.

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF OTHER POST-EMPLOYMENT BENEFITS FUNDING PROGRESS
LAST THREE FISCAL YEARS (Unaudited)

Fiscal Year	Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded Actuarial Accrued Liability (UAAL)	Funded Percent	Annual Covered Payroll	UAAL as Percent of Covered Payroll
2015	12/31/2014	$ 200,994	$ 1,447,274	$ 1,246,280	13.89 %	$ 26,141,272	4.8 %
2016	12/31/2014	200,994	1,447,274	1,246,280	13.89	27,430,532	4.5
2017	12/31/2016	211,965	1,979,767	1,767,802	10.71	27,810,639	6.4

CITY OF COPPELL, TEXAS

REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF OTHER POST-EMPLOYMENT BENEFITS CONTRIBUTIONS
LAST THREE FISCAL YEARS (Unaudited)

Fiscal Year	Annual OPEB Cost	Contributions	Percentage of Annual OPEB Cost Contributed
2015	$ 169,963	$ 105,561	62.1 %
2016	169,963	181,733	106.9
2017	161,378	17,172	10.6

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special Revenue Funds are used to account for specific revenues that are restricted or committed to expenditures for specified purposes other than debt service or capital projects.

Donations Fund - To account for donations received by the City with expenditures restricted to use for the library, parks, economic development and fire department programs.

Park Fund - To account for revenues that are restricted for park improvements.

Police Fund - To account for revenues restricted for special policing purposes.

Child Safety Fund - To account for revenues restricted for programs to enhance child safety.

Crime Prevention Fund – To account for revenue restricted for Crime Prevention programs which include the School Resource Officer Program, the Community Services Program and the Patrol Prevention Program.

Municipal Court Fund - To account for revenues that are restricted for Municipal Court security issues.

Red Light Enforcement Fund - To account for revenues that are restricted for traffic safety, pedestrian safety, public safety, intersection improvement, and traffic enforcement.

Juvenile Case Manager Fund - To account for revenues that are restricted for the necessary expenditures related to the position of Juvenile Case Manager.

Recreation Development Corporation #1 - To account for revenues which are restricted for the Coppell Recreation Development Corporation #1, a blended component unit of the City.

Recreation Development Corporation #2 - To account for revenues which are restricted for the Coppell Recreation Development Corporation #2, a blended component unit of the City.

Court Technology Fund - To account for revenues that are restricted for financing the purchase of technological enhancements for the Municipal Court.

Tree Preservation Fund - To account for revenues that are restricted for tree preservation.

Judicial Efficiency Fund - To account for revenue restricted for uses that improve the efficiency of the administration of justice in the City.

Economic Development Foundation Fund - A blended component unit of the City of Coppell established for the purpose of promoting economic development and business opportunities within the City.

Drainage Utility District Fund - To account for revenues that are restricted for storm water control development.

Rolling Oaks Cemetery Fund – To account for revenues that are restricted for the administration of the cemetery.

Hotel Occupancy Tax Fund – To account for tax revenues collected on room rentals and restricted for the promotion of tourism and the convention and hotel industry,

Debt Service Fund

Debt Service Funds are used to account for the accumulation of resources for and payment of principal, interest and other related costs on long-term debt.

Recreation Development Corporation Fund - To account for debt service activities relating to indebtedness of the Coppell Recreation Development Corporation, a blended component unit of the City.

Capital Projects Funds

Capital Projects Funds are used to account for financial resources used for the acquisition and construction of capital facilities (other than those financed by proprietary funds).

Park Improvement Fund - To account for financing and capital improvement of and for City parks.

Drainage Fund - To account for financing and construction of various drainage projects within the City.

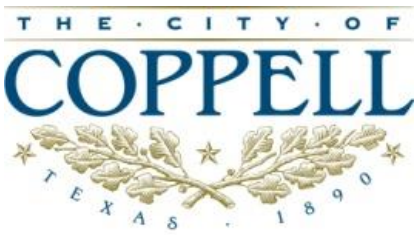
City Facilities Fund - To account for the financing and construction of City facilities.

City Funded Capital Improvement Project Fund - To account for the financing and construction of City funded capital improvement projects.

Permanent Fund

Permanent Funds are used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used to support programs of the City.

Perpetual Care Fund – To account for the assets and earnings used to support the operation and maintenance of the Rolling Oaks Cemetery.


THE · CITY · OF
COPPELL
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CITY OF COPPELL, TEXAS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2017

	Special Revenue				
	Donations	Park	Police	Child Safety	Crime Prevention
ASSETS					
Cash	$ 61,062	$ 8,327	$ 113,850	$ 76,106	$ -
Investments	149,993	386,459	150,139	-	7,298,949
Receivables:					
Taxes	-	-	-	-	888,019
Interest	447	101	448	-	627
Other	-	-	1,329	846	-
Due from Other Funds	-	-	15,254	-	-
Prepaid Items	-	-	2,052	-	368,273
Total Assets	$ 211,502	$ 394,887	$ 283,072	$ 76,952	$ 8,555,868
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	$ -	$ 1,000	$ 36,351	$ -	$ 88,522
Accrued Liabilities	-	-	-	-	13,699
Retainage Payable	-	-	-	-	-
Total Liabilities	-	1,000	36,351	-	102,221
Deferred Inflows of Resources:					
Unavailable Revenue	-	-	-	-	468,016
Total Deferred Inflows of Resources	-	-	-	-	468,016
Fund Balances:					
Non Spendable	-	-	2,052	-	368,273
Restricted For:					
Public Safety	32,738	-	244,669	76,952	7,617,358
Culture and Recreation	169,515	-	-	-	-
Economic Development	9,249	-	-	-	-
Capital Projects	-	-	-	-	-
Debt Service	-	-	-	-	-
Committed For:					
Culture and Recreation	-	393,887	-	-	-
Economic Development	-	-	-	-	-
Public Works	-	-	-	-	-
Total Fund Balances	211,502	393,887	246,721	76,952	7,985,631
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 211,502	$ 394,887	$ 283,072	$ 76,952	$ 8,555,868

(Combining Balance Sheet) (Continued)
(Nonmajor Governmental Funds)
(Continued on the following page)

	Special Revenue						
	Municipal Court	Red Light Enforcement	Juvenile Case Manager	Recreational Development Corporation #1	Recreational Development Corporation #2	Court Technology	Tree Preservation
	$ 38,241	$ 98,854	$ 33,755	$ -	$ -	$ 42,482	$ 25,016
	245,439	682,181	165,470	-	4,875,429	99,996	80,695
	-	-	-	-	1,607,514	-	-
	732	449	150	-	-	90	241
	-	35,764	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	$ 284,412	$ 817,248	$ 199,375	$ -	$ 6,482,943	$ 142,568	$ 105,952
	$ -	$ 145,233	$ -	$ -	$ 108,937	$ -	$ -
	-	-	-	-	-	-	-
	-	-	-	-	10,487	-	-
	-	145,233	-	-	119,424	-	-
	-	-	-	-	760,988	-	-
	-	-	-	-	760,988	-	-
	-	-	-	-	-	-	-
	284,412	672,015	199,375	-	-	142,568	-
	-	-	-	-	5,602,531	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	105,952
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	284,412	672,015	199,375	-	5,602,531	142,568	105,952
	$ 284,412	$ 817,248	$ 199,375	$ -	$ 6,482,943	$ 142,568	$ 105,952

CITY OF COPPELL, TEXAS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2017
(Continued from the previous page)

	Special Revenue					Debt Service
	Judicial Efficiency	Economic Development Foundation	Drainage Utility District	Rolling Oaks Cemetery	Hotel Occupancy Tax	Recreation Development Corporation
ASSETS						
Cash	$ 12,851	$ -	$ 134,914	$ 106,956	$ 55,545	$ 1,500
Investments	-	134,671	571,645	410,078	99,584	80,438
Receivables:						
Taxes	-	-	-	-	-	178,047
Interest	-	-	1,122	893	96	-
Other	-	-	32,626	126,457	72,244	-
Due from Other Funds	-	-	-	-	-	-
Prepaid Items	-	-	-	3,495	-	-
Total Assets	$ 12,851	$ 134,671	$ 740,307	$ 647,879	$ 227,469	$ 259,985
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts Payable	$ -	$ 121,873	$ 16,785	$ 27,446	$ 72,244	$ -
Accrued Liabilities	-	-	1,212	2,992	-	-
Retainage Payable	-	-	-	-	-	-
Total Liabilities	-	121,873	17,997	30,438	72,244	-
Deferred Inflows of Resources:						
Unavailable Revenue	-	-	-	97,168	-	178,047
Total Deferred Inflows of Resources	-	-	-	97,168	-	178,047
Fund Balances:						
Non Spendable	-	-	-	3,495	-	-
Restricted For:						
Public Safety	12,851	-	-	-	-	-
Culture and Recreation	-	-	-	-	155,225	-
Economic Development	-	-	-	-	-	-
Capital Projects	-	-	-	-	-	-
Debt Service	-	-	-	-	-	81,938
Committed For:						
Culture and Recreation	-	-	-	516,778	-	-
Economic Development	-	12,798	-			-
Public Works	-	-	722,310	-	-	-
Total Fund Balances	12,851	12,798	722,310	520,273	155,225	81,938
Total Liabilities and Fund Balances	$ 12,851	$ 134,671	$ 740,307	$ 647,879	$ 227,469	$ 259,985

(Combining Balance Sheet) (Continued)
(Nonmajor Governmental Funds)

Capital Projects				Permanent Fund	
Park Improvement	Drainage	City Facilities	City Funded CIP	Perpetual Care	Total Nonmajor Governmental Funds
$ 246	$ 55,482	$ 50,450	$ -	$ 69,459	$ 985,096
-	-	1,077,216	4,576,358	398,279	21,483,019
-	-	-	-	-	2,673,580
-	-	-	749	339	6,484
-	-	-	-	-	269,266
-	-	-	-	-	15,254
-	-	-	-	-	373,820
$ 246	$ 55,482	$ 1,127,666	$ 4,577,107	$ 468,077	$ 25,806,519
$ -	$ -	$ -	$ 224,833	$ -	$ 843,224
-	-	-	-	-	17,903
-	-	-	-	-	10,487
-	-	-	224,833	-	871,614
-	-	-	-	-	1,504,219
-	-	-	-	-	1,504,219
-	-	-	-	468,077	841,897
-	-	-	-	-	9,282,938
-	-	-	-	-	5,927,271
-	-	-	-	-	9,249
246	55,482	1,127,666	4,352,274	-	5,535,668
-	-	-	-	-	81,938
-	-	-	-	-	1,016,617
-	-	-	-	-	12,798
-	-	-	-	-	722,310
246	55,482	1,127,666	4,352,274	468,077	23,430,686
$ 246	$ 55,482	$ 1,127,666	$ 4,577,107	$ 468,077	$ 25,806,519

CITY OF COPPELL, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	Special Revenue				
	Donations	Park	Police	Child Safety	Crime Prevention
REVENUES:					
Taxes, Penalties and Interest	$ -	$ -	$ -	$ -	$ 5,038,533
Licenses, Fees and Permits	-	1,285	-	-	-
Intergovernmental	-	-	5,377	-	-
Charges for Services	550	-	-	-	-
Fines and Forfeitures	-	-	82,849	7,319	-
Interest Income	886	2,428	1,354	-	56,289
Contributions	39,561	-	15,888	-	-
Miscellaneous	-	-	-	-	24,972
Total Revenues	40,997	3,713	105,468	7,319	5,119,794
EXPENDITURES:					
Current					
Public Safety	5,458	-	139,341	5,626	3,136,929
Public Works	-	-	-	-	-
Culture and Recreation	3,339	91,455	-	-	-
Debt Service					
Principal Retirement	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-
Capital Outlay	21	4,718	5,000	-	1,218,897
Total Expenditures	8,818	96,173	144,341	5,626	4,355,826
Excess (Deficiency) of Revenues Over (Under) Expenditures	32,179	(92,460)	(38,873)	1,693	763,968
OTHER FINANCING SOURCES (USES):					
Transfers In	-	-	-	-	-
Transfers Out	-	-	-	-	(1,403,312)
Proceeds from Sale of Capital Assets	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	(1,403,312)
Net Change in Fund Balances	32,179	(92,460)	(38,873)	1,693	(639,344)
FUND BALANCES, October 1	179,323	486,347	285,594	75,259	8,624,975
FUND BALANCES, September 30	$ 211,502	$ 393,887	$ 246,721	$ 76,952	$ 7,985,631

(Combining Statement of Revenues, Expenditures, and Changes in Fund Balances) (Continued)
(Nonmajor Governmental Funds)
(Continued on the following page)

Special Revenue					
Municipal Court	Red Light Enforcement	Juvenile Case Manager	Recreation Development Corporation#1	Recreation Development Corporation#2	Court Technology
$ -	$ -	$ -	$ -	$ 8,216,528	$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
21,225	338,499	42,427	-	-	28,301
1,804	4,498	441	232	20,954	525
-	-	-	-	67,114	-
-	14,823	-	-	-	-
23,029	357,820	42,868	232	8,304,596	28,826
2,727	210,240	341	-	-	33,291
-	-	-	-	-	-
-	-	-	800	744,293	-
-	-	-	-	-	-
-	-	-	-	-	-
-	25,771	-	-	1,380,974	-
2,727	236,011	341	800	2,125,267	33,291
20,302	121,809	42,527	(568)	6,179,329	(4,465)
-	-	-	-	1,962,698	-
-	(30,845)	-	(61,465)	(2,765,000)	-
-	-	-	-	-	-
-	(30,845)	-	(61,465)	(802,302)	-
20,302	90,964	42,527	(62,033)	5,377,027	(4,465)
264,110	581,051	156,848	62,033	225,504	147,033
$ 284,412	$ 672,015	$ 199,375	$ -	$ 5,602,531	$ 142,568

CITY OF COPPELL, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2017
(Continued from the previous page)

	Special Revenue						Debt Service
	Tree Preservation	Judicial Efficiency	Economic Development Foundation	Drainage Utility District	Rolling Oaks Cemetery	Hotel Occupancy Tax	Recreation Development Corporation
REVENUES:							
Taxes, Penalties and Interest	$ -	$ -	$ -	$ -	$ -	$ 155,109	$ 1,954,469
Licenses, Fees and Permits	24,910	-	-	247,850	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	646,303	-	-
Fines and Forfeitures	-	4,165	-	-	-	-	-
Interest Income	1,026	-	743	5,475	2,543	116	3,025
Contributions	-	-	-	-	-	-	-
Miscellaneous	-	-	-	36	45,345	-	-
Total Revenues	25,936	4,165	743	253,361	694,191	155,225	1,957,494
EXPENDITURES:							
Current							
Public Safety	-	4,106	-	-	-	-	-
Public Works	-	-	-	493,061	-	-	-
Culture and Recreation	107,325	-	-	-	687,829	-	-
Debt Service							
Principal Retirement	-	-	-	-	-	-	680,000
Interest and Fiscal Charges	-	-	-	-	-	-	1,273,719
Capital Outlay	-	-	-	-	-	-	-
Total Expenditures	107,325	4,106	-	493,061	687,829	-	1,953,719
Excess (Deficiency) of Revenues Over (Under) Expenditures	(81,389)	59	743	(239,700)	6,362	155,225	3,775
OTHER FINANCING SOURCES (USES):							
Transfers In	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-
Proceeds from Sale of Capital Assets	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-
Net Change in Fund Balances	(81,389)	59	743	(239,700)	6,362	155,225	3,775
FUND BALANCES, October 1	187,341	12,792	12,055	962,010	513,911	-	78,163
FUND BALANCES, September 30	$ 105,952	$ 12,851	$ 12,798	$ 722,310	$ 520,273	$ 155,225	$ 81,938

CITY OF COPPELL, TEXAS

(Combining Statement of Revenues, Expenditures, and Changes in Fund Balances)
(Nonmajor Governmental Funds)
(Continued)

Capital Projects				Permanent Fund	
Park Improvement	Drainage	City Facilities	City Funded CIP	Perpetual Care	Total Nonmajor Governmental Funds
$ -	$ -	$ -	$ -	$ -	$ 15,364,639
-	-	-	-	-	274,045
-	-	-	-	-	5,377
-	-	-	-	68,290	715,143
-	-	-	-	-	524,785
273	-	5,660	11,690	2,135	122,097
-	-	-	-	-	122,563
-	-	-	-	-	85,176
273	-	5,660	11,690	70,425	17,213,825
-	-	-	-	-	3,538,059
-	-	-	-	-	493,061
-	-	-	-	-	1,635,041
-	-	-	-	-	680,000
-	-	-	-	-	1,273,719
38,419	-	812,666	1,389,285	-	4,875,751
38,419	-	812,666	1,389,285	-	12,495,631
(38,146)	-	(807,006)	(1,377,595)	70,425	4,718,194
-	-	4,162	3,844,778	-	5,811,638
(4,162)	-	-	-	-	(4,264,784)
-	-	1,799,445	-	-	1,799,445
(4,162)	-	1,803,607	3,844,778	-	3,346,299
(42,308)	-	996,601	2,467,183	70,425	8,064,493
42,554	55,482	131,065	1,885,091	397,652	15,366,193
$ 246	$ 55,482	$ 1,127,666	$ 4,352,274	$ 468,077	$ 23,430,686

CITY OF COPPELL, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
DONATIONS SPECIAL REVENUE FUND
FOR YEAR ENDED SEPTEMBER 30, 2017

	Donations			
	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
REVENUES:				
Charge for Services	$ 1,000	$ 1,000	$ 550	$ (450)
Investment Earnings	25	500	886	386
Contributions	20,000	65,176	39,561	(25,615)
Total Revenues	21,025	66,676	40,997	(25,679)
EXPENDITURES:				
Current				
Public Safety	5,000	5,500	5,458	42
Culture and Recreation	-	3,400	3,339	61
Capital Outlay	-	500	21	479
Total Expenditures	5,000	9,400	8,818	582
Excess of Revenues Over Expenditures	16,025	57,276	32,179	(25,097)
FUND BALANCES, October 1	179,323	179,323	179,323	-
FUND BALANCES, September 30	$ 195,348	$ 236,599	$ 211,502	$ (25,097)

CITY OF COPPELL, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
PARK SPECIAL REVENUE FUND
FOR YEAR ENDED SEPTEMBER 30, 2017

	Park			
	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
REVENUES:				
Licenses, Fees and Permits	$ -	$ 1,285	$ 1,285	$ -
Investment Earnings	1,000	1,200	2,428	1,228
Total Revenues	1,000	2,485	3,713	1,228
EXPENDITURES:				
Current				
Culture and Recreation	-	90,455	91,455	(1,000)
Capital Outlay	-	4,718	4,718	-
Total Expenditures	-	95,173	96,173	(1,000)
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,000	(92,688)	(92,460)	228
FUND BALANCES, October 1	486,347	486,347	486,347	-
FUND BALANCES, September 30	$ 487,347	$ 393,659	$ 393,887	$ 228

CITY OF COPPELL, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
POLICE SPECIAL REVENUE FUND
FOR YEAR ENDED SEPTEMBER 30, 2017

	Police			
	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
REVENUES:				
Intergovernmental	$ -	$ 5,377	$ 5,377	$ -
Fines and Forfeitures	16,700	29,987	82,849	52,862
Investment Earnings	300	1,100	1,354	254
Contributions	15,000	15,000	15,888	888
Total Revenues	32,000	51,464	105,468	54,004
EXPENDITURES:				
Current				
Public Safety	102,000	225,038	139,341	85,697
Capital Outlay	8,000	8,000	5,000	3,000
Total Expenditures	110,000	233,038	144,341	88,697
Deficiency of Revenues Under Expenditures	(78,000)	(181,574)	(38,873)	142,701
FUND BALANCES, October 1	285,594	285,594	285,594	-
FUND BALANCES, September 30	$ 207,594	$ 104,020	$ 246,721	$ 142,701

CITY OF COPPELL, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
CHILD SAFETY SPECIAL REVENUE FUND
FOR YEAR ENDED SEPTEMBER 30, 2017

	Child Safety			
	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
REVENUES:				
Fines and Forfeitures	$ 8,500	$ 8,500	$ 7,319	$ (1,181)
Total Revenues	8,500	8,500	7,319	(1,181)
EXPENDITURES:				
Current				
Public Safety	15,000	15,000	5,626	9,374
Total Expenditures	15,000	15,000	5,626	9,374
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,500)	(6,500)	1,693	8,193
FUND BALANCES, October 1	75,259	75,259	75,259	-
FUND BALANCES, September 30	$ 68,759	$ 68,759	$ 76,952	$ 8,193

CITY OF COPPELL, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
CRIME PREVENTION SPECIAL REVENUE FUND
FOR YEAR ENDED SEPTEMBER 30, 2017

	Crime Prevention			
	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
REVENUES:				
Taxes, Penalties and Interest	$ 4,735,000	$ 4,950,000	$ 5,038,533	$ 88,533
Investment Earnings	7,500	45,000	56,289	11,289
Miscellaneous Income	-	-	24,972	24,972
Total Revenues	4,742,500	4,995,000	5,119,794	124,794
EXPENDITURES:				
Current				
Public Safety	3,258,785	3,333,310	3,136,929	196,381
Capital Outlay	1,733,742	1,285,992	1,218,897	67,095
Total Expenditures	4,992,527	4,619,302	4,355,826	263,476
Excess(Deficiency) of Revenues Over(Under) Expenditures	(250,027)	375,698	763,968	388,270
OTHER FINANCING USES:				
Transfer Out	(569,247)	(1,423,376)	(1,403,312)	20,064
Total Other Financing Uses	(569,247)	(1,423,376)	(1,403,312)	20,064
Deficiency of Revenues Under Expenditures and Other Financing Uses	(819,274)	(1,047,678)	(639,344)	408,334
FUND BALANCES, October 1	8,624,975	8,624,975	8,624,975	-
FUND BALANCES, September 30	$ 7,805,701	$ 7,577,297	$ 7,985,631	$ 408,334

CITY OF COPPELL, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
MUNICIPAL COURT SPECIAL REVENUE FUND
FOR YEAR ENDED SEPTEMBER 30, 2017

	Municipal Court			
	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
REVENUES:				
Fines and Forfeitures	$ 20,000	$ 20,000	$ 21,225	$ 1,225
Investment Earnings	100	100	1,804	1,704
Total Revenues	20,100	20,100	23,029	2,929
EXPENDITURES:				
Current				
Public Safety	3,655	3,655	2,727	928
Total Expenditures	3,655	3,655	2,727	928
Excess of Revenues Over Expenditures	16,445	16,445	20,302	3,857
FUND BALANCES, October 1	264,110	264,110	264,110	-
FUND BALANCES, September 30	$ 280,555	$ 280,555	$ 284,412	$ 3,857

CITY OF COPPELL, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
RED LIGHT ENFORCEMENT SPECIAL REVENUE FUND
FOR YEAR ENDED SEPTEMBER 30, 2017

	Red Light Enforcement			
	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
REVENUES:				
Fines and Forfeitures	$ 350,000	$ 350,000	$ 338,499	$ (11,501)
Investment Earnings	1,000	4,000	4,498	498
Miscellaneous Income	-	14,823	14,823	-
Total Revenues	351,000	368,823	357,820	(11,003)
EXPENDITURES:				
Current				
Public Safety	252,000	255,000	210,240	44,760
Capital Outlay	-	26,272	25,771	501
Total Expenditures	252,000	281,272	236,011	45,261
Excess of Revenues Over Expenditures	99,000	87,551	121,809	34,258
OTHER FINANCING USES:				
Transfer Out	(30,845)	(30,845)	(30,845)	-
Total Other Financing Uses	(30,845)	(30,845)	(30,845)	-
Excess of Revenues Over Expenditures and Other Uses	68,155	56,706	90,964	34,258
FUND BALANCES, October 1	581,051	581,051	581,051	-
FUND BALANCES, September 30	$ 649,206	$ 637,757	$ 672,015	$ 34,258

CITY OF COPPELL, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
JUVENILE CASE MANAGER SPECIAL REVENUE FUND
FOR YEAR ENDED SEPTEMBER 30, 2017

	Juvenile Case Manager			
	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
REVENUES:				
Fines and Forfeitures	$ 45,000	$ 45,000	$ 42,427	$ (2,573)
Investment Earnings	-	-	441	441
Total Revenues	45,000	45,000	42,868	(2,132)
EXPENDITURES:				
Current				
Public Safety	5,000	5,000	341	4,659
Total Expenditures	5,000	5,000	341	4,659
Excess of Revenues Over Expenditures	40,000	40,000	42,527	2,527
FUND BALANCES, October 1	156,848	156,848	156,848	-
FUND BALANCES, September 30	$ 196,848	$ 196,848	$ 199,375	$ 2,527

CITY OF COPPELL, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
RECREATION DEVELOPMENT CORPORATION #1 SPECIAL REVENUE FUND
FOR YEAR ENDED SEPTEMBER 30, 2017

	Recreation Development Corporation #1			
	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
REVENUES:				
Investment Earnings	$ -	$ 232	$ 232	$ -
Total Revenues	-	232	232	-
EXPENDITURES:				
Capital Outlay	-	800	800	-
Total Expenditures	-	800	800	-
Deficiency of Revenues Under Expenditures	-	(568)	(568)	-
OTHER FINANCING USES:				
Transfer Out	-	(61,465)	(61,465)	-
Total Other Financing Uses	-	(61,465)	(61,465)	-
Deficiency of Revenues and Other Sources Under Expenditures and Other Uses	-	(62,033)	(62,033)	-
FUND BALANCES, October 1	62,033	62,033	62,033	-
FUND BALANCES, September 30	$ 62,033	$ -	$ -	$ -

CITY OF COPPELL, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
RECREATION DEVELOPMENT CORPORATION #2 SPECIAL REVENUE FUND
FOR YEAR ENDED SEPTEMBER 30, 2017

	Recreation Development Corporation #2			
	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
REVENUES:				
Taxes, Penalties and Interest	$ 7,565,481	$ 7,900,000	$ 8,216,528	$ 316,528
Investment Earnings	2,500	12,000	20,954	8,954
Contributions	-	67,114	67,114	-
Total Revenues	7,567,981	7,979,114	8,304,596	325,482
EXPENDITURES:				
Current				
Culture and Recreation	-	721,933	744,293	(22,360)
Capital Outlay	-	1,382,813	1,380,974	1,839
Total Expenditures	-	2,104,746	2,125,267	(20,521)
Excess of Revenues Over Expenditures	7,567,981	5,874,368	6,179,329	304,961
OTHER FINANCING SOURCES (USES):				
Transfer In	-	1,962,699	1,962,698	(1)
Transfer Out	(2,647,918)	(2,765,000)	(2,765,000)	-
Total Other Financing Sources (Uses)	(2,647,918)	(802,301)	(802,302)	(1)
Excess Revenues and Other Sources over Expenditures and Other Uses	4,920,063	5,072,067	5,377,027	304,960
FUND BALANCES, October 1	225,504	225,504	225,504	-
FUND BALANCES, September 30	$ 5,145,567	$ 5,297,571	$ 5,602,531	$ 304,960

CITY OF COPPELL, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
COURT TECHNOLOGY SPECIAL REVENUE FUND
FOR YEAR ENDED SEPTEMBER 30, 2017

	Court Technology			
	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
REVENUES:				
Fines and Forfeitures	$ 26,000	$ 26,000	$ 28,301	$ 2,301
Investment Earnings	100	100	525	425
Total Revenues	26,100	26,100	28,826	2,726
EXPENDITURES:				
Current				
Public Safety	18,200	38,853	33,291	5,562
Total Expenditures	18,200	38,853	33,291	5,562
Excess(Deficiency) of Revenues Over(Under) Expenditures	7,900	(12,753)	(4,465)	8,288
FUND BALANCES, October 1	147,033	147,033	147,033	-
FUND BALANCES, September 30	$ 154,933	$ 134,280	$ 142,568	$ 8,288

CITY OF COPPELL, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
TREE PRESERVATION SPECIAL REVENUE FUND
FOR YEAR ENDED SEPTEMBER 30, 2017

	Tree Preservation			
	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
REVENUES:				
Licenses, Fees and Permits	$ -	$ 24,910	$ 24,910	$ -
Investment Earnings	1,000	1,000	1,026	26
Total Revenues	1,000	25,910	25,936	26
EXPENDITURES:				
Current				
Culture and Recreation	125,000	125,000	107,325	17,675
Total Expenditures	125,000	125,000	107,325	17,675
Deficiency of Revenues Under Expenditures	(124,000)	(99,090)	(81,389)	17,701
FUND BALANCES, October 1	187,341	187,341	187,341	-
FUND BALANCES, September 30	$ 63,341	$ 88,251	$ 105,952	$ 17,701

CITY OF COPPELL, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
JUDICIAL EFFICIENCY SPECIAL REVENUE FUND
FOR YEAR ENDED SEPTEMBER 30, 2017

	Judicial Efficiency			
	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
REVENUES:				
Fines and Forfeitures	$ 4,500	$ 4,500	$ 4,165	$ (335)
Total Revenues	4,500	4,500	4,165	(335)
EXPENDITURES:				
Current				
Public Safety	2,500	9,500	4,106	5,394
Total Expenditures	2,500	9,500	4,106	5,394
Excess(Deficiency) of Revenues Over(Under) Expenditures	2,000	(5,000)	59	5,059
FUND BALANCES, October 1	12,792	12,792	12,792	-
FUND BALANCES, September 30	$ 14,792	$ 7,792	$ 12,851	$ 5,059

CITY OF COPPELL, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
COPPELL ECONOMIC DEVELOPMENT FOUNDATION SPECIAL REVENUE FUND
FOR YEAR ENDED SEPTEMBER 30, 2017

	Economic Development Foundation			
	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
REVENUES:				
Investment Earnings	$ -	$ 600	$ 743	$ 143
Total Revenues	-	600	743	143
EXPENDITURES:				
Current				
Culture and Recreation	-	-	-	-
Total Expenditures	-	-	-	-
Excess of Revenues Over Expenditures	-	600	743	143
FUND BALANCES, October 1	12,055	12,055	12,055	-
FUND BALANCES, September 30	$ 12,055	$ 12,655	$ 12,798	$ 143

CITY OF COPPELL, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
DRAINAGE UTILITY DISTRICT SPECIAL REVENUE FUND
FOR YEAR ENDED SEPTEMBER 30, 2017

	Drainage Utility District			
	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
REVENUES:				
Licenses, Fees and Permits	$ 230,000	$ 250,000	$ 247,850	$ (2,150)
Investment Earnings	1,000	5,000	5,475	475
Miscellaneous Income	-	-	36	36
Total Revenues	231,000	255,000	253,361	(1,639)
EXPENDITURES:				
Current				
Public Works	-	505,140	493,061	12,079
Capital Outlay	273,742	8,355	-	
Total Expenditures	273,742	513,495	493,061	12,079
Deficiency of Revenues Under Expenditures	(42,742)	(258,495)	(239,700)	18,795
FUND BALANCES, October 1	962,010	962,010	962,010	-
FUND BALANCES, September 30	$ 919,268	$ 703,515	$ 722,310	$ 18,795

CITY OF COPPELL, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
ROLLING OAKS CEMETERY SPECIAL REVENUE FUND
FOR YEAR ENDED SEPTEMBER 30, 2017

	Rolling Oaks Cemetery			
	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
REVENUES:				
Charges for Services	$ 570,000	$ 570,000	$ 646,303	$ 76,303
Investment Earnings	-	-	2,543	2,543
Miscellanous Income	46,667	46,667	45,345	(1,322)
Total Revenues	616,667	616,667	694,191	77,524
EXPENDITURES:				
Current				
Culture and Recreation	724,834	823,387	687,829	135,558
Total Expenditures	724,834	823,387	687,829	135,558
Excess (Deficiency) of Revenues Over (Under) Expenditures	(108,167)	(206,720)	6,362	213,082
OTHER FINANCING SOURCES:				
Transfer In	100,000	100,000	-	(100,000)
Total Other Financing Sources	100,000	100,000	-	(100,000)
Excess(Deficiency) of Revenues and Other Sources Over(Under) Expenditures	(8,167)	(106,720)	6,362	113,082
FUND BALANCES, October 1	513,911	513,911	513,911	-
FUND BALANCES, September 30	$ 505,744	$ 407,191	$ 520,273	$ 113,082

CITY OF COPPELL, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
HOTEL OCCUPANCY TAX SPECIAL REVENUE FUND
FOR YEAR ENDED SEPTEMBER 30, 2017

	Hotel Occupancy Tax			
	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
REVENUES:				
Taxes, Penalties and Interest	$ -	$ 221,000	$ 155,109	$ (65,891)
Investment Earnings	-	-	116	116
Total Revenues	-	221,000	155,225	(65,775)
EXPENDITURES:				
Current				
Culture and Recreation	-	-	-	-
Total Expenditures	-	-	-	-
Excess of Revenues Over Expenditures	-	221,000	155,225	(65,775)
FUND BALANCES, October 1	-	-	-	-
FUND BALANCES, September 30	$ -	$ 221,000	$ 155,225	$ (65,775)

CITY OF COPPELL, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
RECREATION DEVELOPMENT CORPORATION DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2017

	Recreation Development Corporation			
	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
REVENUES:				
Taxes, Penalties and Interest	$ 1,954,719	$ 1,955,469	$ 1,954,469	$ (1,000)
Interest Income	500	2,500	3,025	525
Total Revenues	1,955,219	1,957,969	1,957,494	(475)
EXPENDITURES:				
Principal Retirement	680,000	680,000	680,000	-
Interest and Fiscal Charges	1,273,719	1,273,719	1,273,719	-
Bond Issuance Costs	1,000	1,000	-	1,000
Total Expenditures	1,954,719	1,954,719	1,953,719	1,000
Excess of Revenues Over Expenditures	500	3,250	3,775	525
FUND BALANCES, October 1	78,163	78,163	78,163	-
FUND BALANCES, September 30	$ 78,663	$ 81,413	$ 81,938	$ 525

CITY OF COPPELL, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
ROLLING OAKS CEMETERY PERPETUAL CARE PERMANENT FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2017

	Perpetual Care - Rolling Oaks Cemetery			
	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
REVENUES:				
Charges for Services	$ -	$ -	$ 68,290	$ 68,290
Investment Earnings	-	-	2,135	2,135
Total Revenues	-	-	70,425	70,425
EXPENDITURES:				
Current				
Culture and Recreation	-	-	-	-
Total Expenditures	-	-	-	-
Excess of Revenues Over Expenditures	-	-	70,425	70,425
FUND BALANCES, October 1	397,652	397,652	397,652	-
FUND BALANCES, September 30	$ 397,652	$ 397,652	$ 468,077	$ 70,425

Debt Service Funds

Debt Service Funds are used to account for the accumulation of resources for and payment of principal, interest and other related costs on long-term debt.

General Obligation Fund - To account for debt service activities pertaining to general City indebtedness.

CITY OF COPPELL, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL OBLIGATION DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2017

	General Obligation			
	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
REVENUES:				
Taxes, Penalties and Interest	$ 9,181,408	$ 9,197,748	$ 9,135,214	$ (62,534)
Interest Income	2,000	10,000	11,321	1,321
Total Revenues	9,183,408	9,207,748	9,146,535	(61,213)
EXPENDITURES:				
Principal Retirement	6,685,000	6,715,000	6,715,000	-
Interest and Fiscal Charges	2,554,722	2,524,722	2,349,970	174,752
Total Expenditures	9,239,722	9,239,722	9,064,970	174,752
Excess of Revenues Over Expenditures	(56,314)	(31,974)	81,565	113,539
FUND BALANCES, October 1	934,072	934,072	934,072	-
FUND BALANCES, September 30	$ 877,758	$ 902,098	$ 1,015,637	$ 113,539

Internal Service Funds

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies on a cost-reimbursement basis.

Self Funded Health Fund – To account for the self funded health program provided by the City to its employees at no cost to the employees, and to their dependents, on a subsidized cost basis.

Capital Replacement Fund – To provide for capital fleet replacements based on the fleet services replacement schedule.

CITY OF COPPELL, TEXAS

COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
SEPTEMBER 30, 2017

	Self-Funded Health Fund	Capital Replacement Fund	Total Internal Service Funds
ASSETS			
Cash	$ 18,639	$ 1,165,354	$ 1,183,993
Investments	1,980,845	597,350	2,578,195
Receivables:			
Accounts	954,417	-	954,417
Interest	1,489	2,233	3,722
Due from Other Funds	15,300	-	15,300
Prepaid Items	24,679	-	24,679
Total Assets	$ 2,995,369	$ 1,764,937	$ 4,760,306
LIABILITIES AND NET POSITION			
Liabilities:			
Claims Liability	$ 831,036	$ -	$ 831,036
Accounts Payable	2,091	-	2,091
Due to Other Funds	109,953	-	109,953
Total Liabilities	943,080	-	943,080
Net Position:			
Unrestricted	2,052,289	1,764,937	3,817,226
Total Net Position	2,052,289	1,764,937	3,817,226
Total Liabilities and Net Position	$ 2,995,369	$ 1,764,937	$ 4,760,306

CITY OF COPPELL, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	Self-Funded Health Fund	Capital Replacement Fund	Total Internal Service Funds
OPERATING REVENUES:			
City and Employee Contributions	$ 5,460,939	$ -	$ 5,460,939
Total Operating Revenues	5,460,939	-	5,460,939
OPERATING EXPENSES:			
Claims	3,865,039	-	3,865,039
Contractual Services and Charges	815,038	-	815,038
Total Operating Expenses	4,680,077	-	4,680,077
Operating Income	780,862	-	780,862
NON-OPERATING REVENUES (EXPENSES):			
Investment Earnings	16,458	4,276	20,734
Net Non-Operating Revenues	16,458	4,276	20,734
Gain Before Operating Transfers	797,320	4,276	801,596
Operating Transfers	-	1,121,723	1,121,723
Change in Net Position	797,320	1,125,999	1,923,319
NET POSITION - OCTOBER 1	1,254,969	638,938	1,893,907
NET POSITION - SEPTEMBER 30	$ 2,052,289	$ 1,764,937	$ 3,817,226

CITY OF COPPELL, TEXAS

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	Self-Funded Health Fund	Capital Replacement Fund	Total Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash Received from City and Employee Contributions	$ 4,590,829	$ -	$ 4,590,829
Cash Payments for Claims	(3,557,720)	-	(3,557,720)
Cash Payments for Contractual Services and Charges	(839,717)	-	(839,717)
Cash Payments for Wellness Program	63,264	-	63,264
Net Cash Provided by Operating Activities	256,656	-	256,656
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Transfers from Other Funds	-	1,121,723	1,121,723
Due from Other Funds	41,214	-	41,214
Net Cash Provided by Financing Activities	41,214	1,121,723	1,162,937
CASH FLOWS FROM INVESTING ACTIVITIES:			
Proceeds from Maturities of Investments	400,503	-	400,503
Purchase of Investments	(798,736)	(597,350)	(1,396,086)
Interest Received	14,969	2,043	17,012
Net Cash Used in Investing Activities	(383,264)	(595,307)	(978,571)
Net Increase (Decrease) in Cash and Cash Equivalents	(85,394)	526,416	441,022
Cash and Cash Equivalents at October 1	1,686,645	638,938	2,325,583
Cash and Cash Equivalents at September 30	$ 1,601,251	$ 1,165,354	$ 2,766,605
RECONCILIATION OF OPERATING INCOME TO CASH USED IN OPERATING ACTIVITIES:			
Operating Income	$ 780,862	-	780,862
Adjustments to Reconcile Operating Income to Net Cash Used in Operating Activities:			
Increase in Receivables	(870,110)	-	(870,110)
Increase in Prepaid Items	(24,679)	-	(24,679)
Decrease in Accounts Payable	(46,689)	-	(46,689)
Increase in Due to Other Funds	109,953	-	109,953
Increase in Unpaid Claims	307,319	-	307,319
Net Cash Provided by Operating Activities	$ 256,656	$ -	$ 256,656
RECONCILIATION OF CASH AND INVESTMENTS TO THE STATEMENT OF NET POSITION:			
Cash	$ 18,639	$ 1,165,354	$ 1,183,993
Investments (TexPool & TexStar Only)	1,582,612	-	1,582,612
Total	$ 1,601,251	$ 1,165,354	$ 2,766,605

Private-Purpose Trust Fund

Private-purpose Trust funds are used to account for trust arrangements under which principal and income benefit individuals, private organizations, or other governments.

Pre-need Trust - To hold funds to be used for memorial merchandise for individuals who have entered pre-need contracts.

CITY OF COPPELL, TEXAS

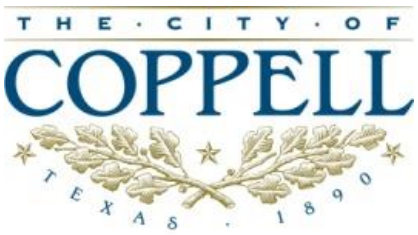
STATEMENT OF FIDUCIARY NET POSITION
PRIVATE PURPOSE TRUST FUND
SEPTEMBER 30, 2017

	Private-purpose Trust
	2016
ASSETS	
Cash- Money Market	$ 198,244
Accounts Receivable	6,331
Total Assets	$ 204,575
LIABILITIES AND NET POSITION	
Liabilities:	
Accounts Payable	$ 1,194
Deposits	203,381
Total Liabilities	204,575
Net Position	
Held in trust for cemetery	-
Total Net Position	$ -

CITY OF COPPELL, TEXAS

STATEMENT OF CHANGES IN NET POSITION - PRIVATE PURPOSE TRUST FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2017

	Private-purpose Trust
	2017
ADDITIONS	
Investment Earnings	$ -
Total Additions	-
DEDUCTIONS:	
Interest and Fiscal Charges	-
Total Deductions	-
Net Increase (Decrease)	-
Net Position held in trust, October 1	-
Net Position held in trust, September 30	$ -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Other Employee Benefit Trust Fund

Other Employment Benefit Trust Funds are used to report resources that are required to be held in trust for the members and beneficiaries of other post-employment benefit plans;

OPEB Trust Fund - to report resources held in trust for the healthcare benefits of members

CITY OF COPPELL, TEXAS

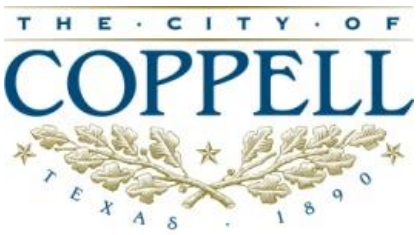
STATEMENT OF FIDUCIARY NET POSITION
OTHER EMPLOYEE BENEFIT TRUST FUND
DECEMBER 31, 2016

	OPEB TRUST
	2016
ASSETS	
Cash- Money Market	$ 211,965
Total Assets	$ 211,965
LIABILITIES AND NET POSITION	
Liabilities:	
Deposits	$ -
Total Liabilities	-
Net Position	
Held in Trust for Other Postemployment Benefit Plan	211,965
Total Net Position	$ 211,965

CITY OF COPPELL, TEXAS

STATEMENT OF CHANGES IN NET POSITION - OTHER EMPLOYEE BENEFIT TRUST FUND
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2016

	OPEB Trust
	2016
ADDITIONS	
Investment Earnings	$ 14,346
Total Additions	14,346
DEDUCTIONS:	
Interest and Fiscal Charges	1,252
Total Deductions	1,252
Net Increase (Decrease)	13,094
Net Position held in trust, October 1	198,871
Net Position held in trust, September 30	$ 211,965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Agency Funds

Agency funds are used to account for assets held by the City as an agent for individuals, private organizations, other governmental agencies and/or other funds.

Health Reimbursement Arrangement Fund - To account for contributions and disbursements on behalf of members of the Health Reimbursement Arrangement.

CITY OF COPPELL, TEXAS

COMBINING STATEMENT OF ASSETS AND LIABILITIES
AGENCY FUND
SEPTEMBER 30, 2017

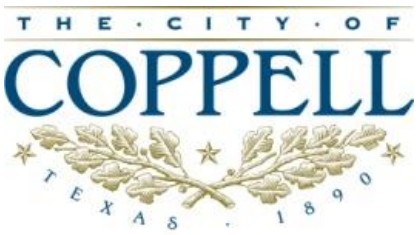
	Health Reimbursement Arrangement	Total Agency Fund
ASSETS		
Cash	$ -	$ -
Investments With Fiscal Agents	663,951	663,951
Interest Receivable	173	173
Due from Other Funds	109,953	109,953
Total Assets	$ 774,077	$ 774,077
LIABILITIES		
Due to Other Funds	$ 43,158	$ 43,158
Due to Members	730,919	730,919
Total Liabilities	$ 774,077	$ 774,077

CITY OF COPPELL, TEXAS

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2017
(UNAUDITED)

HEALTH REIMBURSEMENT ARRANGEMENT

	October 1, 2016	Additions	Deductions	September 30, 2017
ASSETS				
Cash	$ -	$ 1,119,256	$ 1,119,256	$ -
Investments With Fiscal Agents	881,380	760,769	978,198	663,951
Interest Receivable	159	173	159	173
Due from Other Funds	-	109,953	-	109,953
Total Assets	$ 881,539	$ 1,990,151	$ 2,097,613	$ 774,077
LIABILITIES				
Due to Other Funds	$ 56,514	$ 43,158	$ 56,514	$ 43,158
Due to Members	825,025	217,338	311,444	730,919
Total Liabilities	$ 881,539	$ 260,496	$ 367,958	$ 774,077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STATISTICAL SECTION
(Unaudited)

The Statistical Section presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health. It includes five categories of information: Financial Trends (tables 1-4), Revenue Capacity (tables 5-8), Debt Capacity (tables 9-12), Demographic and Economic Information (tables 13-14), Operating Information (tables 15-17) and Other Information (tables 18).

Financial Trends: These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

Revenue Capacity: These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.

Debt Capacity: These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

Demographic and Economic Information: These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

Operating Information: These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

CITY OF COPPELL, TEXAS
NET POSITION BY COMPONENT
Last Ten Fiscal Years
(accrual basis of accounting)
(unaudited)

Table 1
Continued

	Fiscal Year			
	2008	**2009**	**2010**	**2011**
Governmental activities				
Invested in capital assets	$ 123,554,097	$ 126,392,092	$ 129,054,811	$ 132,486,958
Restricted	19,647,864	17,396,237	16,856,903	15,507,985
Unrestricted	36,869,101	44,867,307	51,273,344	57,017,841
Total governmental activities net position	$ 180,071,062	$ 188,655,636	$ 197,185,058	$ 205,012,784
Business-type activities				
Invested in capital assets	$ 55,481,306	$ 56,214,931	$ 56,714,441	$ 54,715,252
Restricted	854,750	573,612	-	-
Unrestricted	12,021,025	11,519,826	11,538,139	13,383,652
Total business-type activities net position	$ 68,357,081	$ 68,308,369	$ 68,252,580	$ 68,098,904
Primary government				
Invested in capital assets (net of related debt)	$ 179,035,403	$ 182,607,023	$ 185,769,252	$ 187,202,210
Restricted	20,502,614	17,969,849	16,856,903	15,507,985
Unrestricted	48,890,126	56,387,133	62,811,483	70,401,493
Total primary government net position	$ 248,428,143	$ 256,964,005	$ 265,437,638	$ 273,111,688

Source: Comprehensive Annual Financial Reports

Table 1
Concluded

Fiscal Year					
2012	**2013**	**2014**	**2015**	**2016**	**2017**
$ 139,216,837	$ 146,884,231	$ 162,396,572	$ 174,154,246	$ 206,573,165	$ 193,976,954
14,215,021	16,197,843	19,461,531	36,624,804	35,491,006	36,260,125
67,413,142	71,522,318	70,424,813	43,774,048	25,903,669	56,318,777
$ 220,845,000	$ 234,604,392	$ 252,282,916	$ 254,553,098	$ 267,967,840	$ 286,555,856
$ 53,267,995	$ 51,997,091	$ 52,898,936	$ 51,981,002	$ 50,560,535	$ 49,725,289
-	-	-	-	-	-
13,639,474	14,259,074	12,430,654	11,526,561	11,277,823	10,752,952
$ 66,907,469	$ 66,256,165	$ 65,329,590	$ 63,507,563	$ 61,838,358	$ 60,478,241
$ 192,484,832	$ 198,881,322	$ 215,295,508	$ 226,135,248	$ 257,133,700	$ 243,702,243
14,215,021	16,197,843	19,461,531	36,624,804	35,491,006	36,260,125
81,052,616	85,781,392	82,855,467	55,300,609	37,181,492	67,071,729
$ 287,752,469	$ 300,860,557	$ 317,612,506	$ 318,060,661	$ 329,806,198	$ 347,034,097

CITY OF COPPELL, TEXAS
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS
(accrual basis of accounting)
(Unaudited)

Table 2
Continued

	Fiscal Year				
	2008	2009	2010	2011	2012
Expenses					
Governmental activities:					
General government	$ 7,543,472	$ 8,073,852	$ 7,320,716	$ 7,488,957	$ 7,763,532
Public safety	19,435,526	21,214,955	21,709,084	21,916,606	22,085,919
Public works	14,063,913	14,702,576	15,147,268	17,260,038	14,400,466
Cultural and recreation	8,530,087	9,471,090	10,165,547	10,052,119	10,798,583
Bond issuance costs	-	-	-	-	-
Interest on long term debt	3,044,723	4,166,700	3,867,967	3,801,639	3,777,159
Total government activities expenses	52,617,721	57,629,173	58,210,582	60,519,359	58,825,659
Business-type activities:					
Water	9,598,552	9,726,361	9,414,972	10,321,349	10,530,702
Sewer	4,526,911	4,745,520	4,689,046	5,051,327	5,091,282
Total business-type activities expenses	14,125,463	14,471,881	14,104,018	15,372,676	15,621,984
Total primary government expenses	66,743,184	72,101,054	72,314,600	75,892,035	74,447,643
Program Revenues					
Governmental activities					
Charges for Services:					
General government	2,134,692	2,197,573	2,005,333	2,286,723	2,342,257
Public safety	4,148,569	3,689,843	3,560,223	3,638,478	4,577,417
Public works	1,347,809	1,167,054	943,367	1,236,423	1,325,830
Cultural and recreation	1,911,413	1,640,224	1,831,170	2,304,323	2,441,964
Operating grants and contributions	1,408,728	89,584	92,873	163,481	145,601
Capital grants and contributions	4,073,408	828,651	3,239,870	112,626	2,081,223
Total governmental activities program revenues	15,024,619	9,612,929	11,672,836	9,742,054	12,914,292
Business-type activities:					
Charges for services:					
Water	9,189,531	9,029,688	8,533,445	10,262,665	9,225,558
Sewer	4,370,700	4,376,234	4,212,161	4,541,282	4,417,757
Capital grants and contributions	1,266,414	614,857	1,017,634	143,600	526,515
Total business-type activities program revenues	14,826,645	14,020,779	13,763,240	14,947,547	14,169,830
Total primary government program revenues	29,851,264	23,633,708	25,436,076	24,689,601	27,084,122
Net (Expenses) Revenue					
Governmental Activities	(37,593,102)	(48,016,244)	(46,537,746)	(50,777,305)	(45,911,367)
Business-type Activities	701,182	(451,102)	(340,778)	(425,129)	(1,452,154)
Total Primary government net expense	(36,891,920)	(48,467,346)	(46,878,524)	(51,202,434)	(47,363,521)
General Revenues and Other Changes in Net Assets					
Governmental Activities:					
Property Tax	29,680,060	30,755,509	31,136,217	33,203,622	33,131,485
Sales Tax	15,844,302	20,871,179	19,355,038	20,731,979	23,081,666
Franchise Tax	3,475,697	3,333,841	3,416,063	3,534,410	3,633,893
Hotel Occupancy	-	-	-	-	-
Investment Earnings	3,056,560	836,383	254,957	160,715	116,596
Miscellaneous	1,393,446	773,186	849,828	925,029	1,705,724
(Loss)/Gain on Sale of capital assets	75,990	30,720	55,065	49,276	74,219
Transfers	150,000	-	-	-	-
Total Governmental Activities	53,676,055	56,600,818	55,067,168	58,605,031	61,743,583
Business-type Activities:					
Investment Earnings	638,929	289,761	151,266	155,481	149,593
Miscellaneous	25,123	108,428	133,723	92,149	111,126
Gain on Sale of capital assets	-	-	-	23,823	-
Transfers	(150,000)	4,201	-	-	-
Total Business-type Activities	514,052	402,390	284,989	271,453	260,719
Total Primary Government	54,190,107	57,003,208	55,352,157	58,876,484	62,004,302
Change in Net Position					
Governmental Activities	16,082,953	8,584,574	8,529,422	7,827,726	15,832,216
Business-type Activities	1,215,234	(48,712)	(55,789)	(153,676)	(1,191,435)
Total Primary Government	$ 17,298,187	$ 8,535,862	$ 8,473,633	$ 7,674,050	$ 14,640,781

Source: Comprehensive Annual Financial Reports

Table 2
Concluded

Fiscal Year				
2013	2014	2015	2016	2017
$ 8,332,043	$ 9,344,697	$ 10,220,976	$ 10,703,347	$ 11,749,067
23,420,063	23,587,427	25,269,499	26,574,260	29,539,397
18,566,784	18,963,274	21,997,180	20,040,386	20,487,731
11,129,531	12,246,721	14,659,086	14,162,493	15,434,727
-	-	929,977	254,203	-
3,705,832	3,301,001	3,372,392	3,309,550	3,194,139
65,154,253	67,443,120	76,449,110	75,044,239	80,405,061
10,752,543	10,458,923	10,050,476	10,822,513	10,196,494
5,260,198	5,550,940	5,899,121	6,137,822	8,309,623
16,012,741	16,009,863	15,949,597	16,960,335	18,506,117
81,166,994	83,452,983	92,398,707	92,004,574	98,911,178
2,363,037	2,076,301	1,351,225	1,088,093	1,258,100
4,204,689	4,460,670	4,493,415	4,269,496	3,836,424
1,726,202	1,271,744	737,619	1,117,925	1,025,690
3,077,773	2,842,723	2,680,553	2,772,976	2,944,484
40,164	44,046	58,957	29,312	449,291
2,312,920	8,039,088	9,264,802	3,711,097	2,910,301
13,724,785	18,734,572	18,586,571	12,988,899	12,424,290
9,216,262	8,683,272	8,686,979	9,468,559	10,537,685
4,469,654	4,430,144	4,359,606	4,874,744	5,747,570
727,006	1,700,243	1,171,695	388,357	1,091,524
14,412,922	14,813,659	14,218,280	14,731,660	17,376,779
28,137,707	33,548,231	32,804,851	27,720,559	29,801,069
(51,429,468)	(48,708,548)	(57,862,539)	(62,055,340)	(67,980,771)
(1,599,819)	(1,196,204)	(1,731,317)	(2,228,675)	(1,129,338)
(53,029,287)	(49,904,752)	(59,593,856)	(64,284,015)	(69,110,109)
33,180,127	33,392,778	34,077,476	36,279,008	38,572,813
26,696,689	28,014,382	30,250,169	33,794,720	40,801,360
3,790,673	4,073,248	4,213,325	4,264,029	4,486,071
-	-	-	-	155,109
436,570	382,434	137,436	456,745	930,196
988,004	744,785	404,138	546,169	946,365
96,797	399,266	449,885	107,913	-
-	-	12,411	21,498	676,873
65,188,860	67,006,893	69,544,840	75,470,082	86,568,787
146,147	111,272	113,939	192,447	226,286
785,671	174,480	199,596	380,390	209,685
16,697	-	29,276	8,131	10,123
-	-	(12,411)	(21,498)	(676,873)
948,515	285,752	330,400	559,470	(230,779)
66,137,375	67,292,645	69,875,240	76,029,552	86,338,008
13,759,392	18,298,345	11,682,301	13,414,742	18,588,016
(651,304)	(910,452)	(1,400,917)	(1,669,205)	(1,360,117)
$ 13,108,088	$ 17,387,893	$ 10,281,384	$ 11,745,537	$ 17,227,899

CITY OF COPPELL, TEXAS
FUND BALANCES, GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(modified accrual basis of accounting)
(Unaudited)

Table 3
Continued

	Fiscal Year			
	2008	2009	2010	2011
General Fund				
Reserved*	$ 5,520,941	$ 5,336,688	$ -	$ -
Unreserved	25,294,476	30,905,811	-	-
Nonspendable:				
Prepaids	-	-	69,743	115,108
10% Reserve of Next Fiscal Year's Budget	-	-	4,382,798	4,446,075
Restricted For:				
Emergency 911	-	-	532,360	644,425
Public educational government channel	-	-	-	-
Public education about solid waste	-	-	-	-
Land Sales for Debt Service	-	-	1,032,461	1,032,461
Improvements / maintenance of recreation facilities, trails, drainage & streetscapes	-	-	2,712,122	6,431,621
By Grant for Town Center Windows	-	-	180,000	-
Committed To:				
City Charter Required Reserves	-	-	-	-
15% Fund Balance per Policy	-	-	6,574,198	6,669,112
Revenue Threats	-	-	-	-
Public works project	-	-	-	-
Debt Service - Proposed Issues	-	-	529,695	450,000
Bethel II Loan-Phase II	-	-	-	3,000,000
Cemetery	-	-	100,000	100,000
Citywide Radio Replacement (FCC Regulation)	-	-	1,500,000	1,500,000
Improvements / maintenance of recreation facilities, trails, drainage & streetscapes	-	-	-	-
Recreational programs and services	-	-	-	927,826
Economic Development	-	-	-	-
Assigned To:				
Capital projects	-	-	-	-
Designated for One Time Sales Tax PMT	-	-	1,000,000	1,000,000
Old Town Incentive Program	-	-	100,000	100,000
Northlake Dam Repairs	-	-	-	1,000,000
Bethel II Loan	-	-	2,000,000	-
Phase II - Branding Project	-	-	-	-
Software Upgrades	-	-	-	-
Service Center Expansion -Phase I	-	-	-	-
Quad-City Joint Training Facility	-	-	-	-
Landscape Town Center Campus-Phase I	-	-	-	-
Council Chamber AV Upgrade	-	-	-	-
Animal Shelter Renovation	-	-	-	-
Purchase & Renovate Facility	-	-	-	-
Unassigned	-	-	18,902,481	18,012,894
Total general fund	$ 30,815,417	$ 36,242,499	$ 39,615,858	$ 45,429,522

Note: *Includes encumbrances and prepaid items

The City implemented GASB Statement No. 54 "Fund Balance Reporting and Governmental Fund Type Definitions" in fiscal year 2011. Fiscal year 2010 amounts restated to conform to the new statement requirement.

Source: Comprehensive Annual Financial Reports

CITY OF COPPELL, TEXAS
FUND BALANCES, GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(modified accrual basis of accounting)
(Unaudited)

Table 3
Continued

Fiscal Year					
2012	2013	2014	2015	2016	2017
$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-
86,064	101,497	114,815	98,574	203,857	168,478
4,593,771	4,867,173	5,290,290	-	-	-
552,203	201,702	185,681	222,600	379,104	514,721
-	-	343,529	56,505	187,945	308,525
-	-	-	11,381	13,850	35,479
1,369,575	880,884	-	-	-	-
8,312,465	13,415,674	12,534,411	11,553,092	10,507,021	9,534,715
-	-	-	-	-	-
-	-	-	5,609,917	5,851,084	6,771,140
6,890,657	7,300,760	7,935,436	-	-	-
-	-	1,533,342	-	-	-
-	-	356,844	356,844	356,844	358,858
428,625	-	-	-	-	-
3,000,000	-	-	-	-	-
-	-	-	-	-	-
3,000,000	3,505,003	-	-	-	-
-	-	2,600,000	3,475,371	3,396,193	974,831
-	-	559,103	532,970		
-	3,723,830	1,095,244	1,095,244	945,244	1,078,355
-	-	-	4,901,400	4,013,140	450,000
1,000,000	1,000,000	1,000,000	-	-	-
100,000	100,000	100,000	-	-	-
2,500,000	2,500,000	-	-	-	-
-	-	-	-	-	-
-	115,000	115,000	-	-	-
-	250,000	250,000	-	-	-
-	-	1,320,000	-	-	-
-	-	638,000	-	-	-
-	-	150,000	-	-	-
-	-	150,000	-	-	-
-	-	280,000	-	-	-
653,071	1,027,000	-	-	-	-
20,536,051	17,952,989	17,858,890	27,675,381	31,555,920	37,312,725
$ 53,022,482	$ 56,941,512	$ 54,410,585	$ 55,589,279	$ 57,410,202	$ 57,507,827

CITY OF COPPELL, TEXAS
FUND BALANCES, GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(modified accrual basis of accounting)
(Unaudited)

Table 3
Continued

	Fiscal Year			
	2008	2009	2010	2011
All Other Governmental Funds				
Reserved for:				
Prepaid items	$ 426	$ 300	$ -	$ -
Encumbrances	431,069	862,697	-	-
Capital Projects	18,326,126	17,493,042	-	-
Debt Service	1,300,183	1,172,699	-	-
Perpetual Care	-	23,792	-	-
Unreserved, reported in:				
Special revenue funds	18,133,480	21,941,250	-	-
Nonspendable:				
Prepaids	-	-	250	30,156
Permanent fund - Perpetual Care Fund	-	-	-	-
Restricted For:				
Public Safety	-	-	4,518,780	5,253,915
Fire	-	-	-	-
Police	-	-	-	-
Animal shelter	-	-	-	-
Child safety programs	-	-	-	-
Crime prevention programs and services	-	-	-	-
Court security	-	-	-	-
Traffic and signal enforcement / improvements	-	-	-	-
Juvenile case manager	-	-	-	-
Court technology	-	-	-	-
Judicial efficiency	-	-	-	-
Culture and Recreation	-	-	9,004,631	6,258,561
Recycling	-	-	-	-
Community garden / farmer's market	-	-	-	-
Library	-	-	-	-
Parks	-	-	-	-
Art Center	-	-	-	-
Tennis Center	-	-	-	-
Senior Center	-	-	-	-
Living Well wellness incentive				-
Promotion of tourism and events				-
Improvements / maintenance of recreation facilities	-	-	-	-
Improvements / maintenance of recreation facilities, trails, drainage & streetscapes	-	-	-	-
Economic Development	-	-	1,000	2,540
Capital Projects	-	-	8,696,329	21,860,776
Debt Service	-	-	975,928	896,168
Perpetual Care	-	-	46,315	78,042
Committed To:				
Culture and Recreation	-	-	1,747,219	876,160
Parks	-	-	-	-
Rolling Oaks Cemetery	-	-	-	-
Tree preservation	-	-	-	-
Economic Development	-	-	42,000	3,836
Public Works	-	-	10,867,814	11,740,449
Infrastructure maintenance	-	-	-	-
Storm water control development	-	-	-	-
Unassigned	-	-	(3,473)	(2,762)
Total all other governmental funds	$ 38,191,284	$ 41,493,780	$ 35,896,793	$ 46,997,841

Note: *Includes encumbrances and prepaid items
The City implemented GASB Statement No. 54 "Fund Balance Reporting and Governmental Fund Type Definitions" in fiscal year 2011. Fiscal year 2010 amounts restated to conform to the new statement requirement.

Source: Comprehensive Annual Financial Reports

CITY OF COPPELL, TEXAS
FUND BALANCES, GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(modified accrual basis of accounting)
(Unaudited)

Table 3
Concluded

Fiscal Year					
2012	2013	2014	2015	2016	2017
$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
6,389	36,788	1,950	300,630	3,929	373,820
-	-	-	334,587	397,652	468,077
6,384,172	7,455,586	8,410,324	-	-	
-	-	-	11,956	13,943	22,182
-	-	-	357,854	285,058	244,719
-	-	-	17,813	13,908	10,506
-	-	-	73,476	75,259	76,952
-	-	-	6,815,032	8,624,975	7,617,358
-	-	-	239,120	264,110	284,412
-	-	-	495,428	581,051	672,015
-	-	-	108,406	156,848	199,375
-	-	-	194,917	147,033	142,568
-	-	-	10,458	12,792	12,851
3,727,507	4,112,434	4,506,434	-	-	-
-	-	-	62,851	63,651	64,472
-	-	-	1,526	1,528	1,534
-	-	-	31,348	32,390	33,168
-	-	-	13,844	14,774	33,844
-	-	-	33,165	21,848	25,053
-	-	-	-	1,003	1,006
-	-	-	6,881	7,493	10,337
-	-	-	-	-	101
-	-	-	-	-	155,225
-	-	-	571,826	62,033	-
-	-	-	1,703,290	225,504	5,602,531
4,119	5,624	6,796	7,865	8,785	9,249
15,246,081	23,068,169	18,066,714	43,958,412	28,622,899	21,179,226
963,227	916,961	1,150,585	1,009,125	1,012,235	1,097,635
105,983	150,536	243,855	-	-	-
697,077	1,272,183	1,721,015	-	-	-
-	-	-	476,748	486,347	393,887
-	-	-	397,667	510,518	516,778
-	-	-	850,430	187,341	105,952
12,389	11,933	11,254	11,482	12,055	12,798
15,135,433	14,921,787	15,479,525	-	-	16,746,586
-	-	-	13,625,914	14,403,249	-
-	-	-	935,257	962,010	722,310
(5,995)	-	-	-	-	-
$ 42,276,382	$ 51,952,001	$ 49,598,452	$ 72,657,308	$ 57,212,221	$ 56,836,527

CITY OF COPPELL, TEXAS
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(modified accrual of accounting)
(Unaudited)

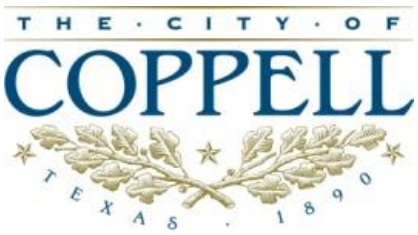
Table 4
Continued

	Fiscal Year			
	2008	2009	2010	2011
Revenues:				
Taxes, Penalties and Interest	$ 49,047,083	$ 55,287,165	$ 53,898,890	$ 57,424,397
Licenses, Fees and Permits	2,415,322	1,678,325	1,658,830	1,911,363
Intergovernmental	2,598	175,311	321,204	209,034
Charges for Services	4,682,557	4,754,621	4,600,543	5,768,299
Fines and Forfeitures	2,426,526	2,224,850	2,135,788	1,640,927
Interest Income	3,074,729	823,991	214,409	144,834
Contributions	1,406,130	57,704	295,459	51,154
Miscellaneous	1,388,453	755,152	818,853	893,045
Total Revenues	64,443,398	65,757,119	63,943,976	68,043,053
Expenditures				
Current				
General Government	7,216,005	7,666,099	6,825,819	6,816,522
Public Safety	18,442,930	19,663,535	20,078,748	19,898,395
Public Works	5,696,010	5,749,170	6,089,002	8,470,887
Culture and Recreation	7,420,595	8,106,921	8,658,606	8,426,540
Debt Service:				
Capital Lease Principal Portion	392,134	267,071	8,148	8,957
Capital Lease Interest Portion	25,618	11,612	1,656	847
Principal Retirement	5,185,035	5,240,008	6,560,000	6,525,000
Interest and Fiscal Charges	3,694,823	3,883,410	3,873,613	3,669,034
Bond Issuance Costs	-	-	-	-
Payment to Refunded Bond Escrow Agent	-	-	-	-
Capital Outlay	14,869,678	32,621,052	13,980,985	12,353,419
Total Expenditures	62,942,828	83,208,878	66,076,577	66,169,601
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	1,500,570	(17,451,759)	(2,132,601)	1,873,452
OTHER FINANCING SOURCES (USES):				
Transfers In	4,718,303	6,190,738	7,638,727	4,741,030
Transfers Out	(4,568,303)	(6,190,738)	(7,815,794)	(4,741,030)
Proceeds from Capital Lease	-	-	-	-
Proceeds from Sale of Capital Assets	921,977	48,754	86,040	81,260
Discount on General Obligation Debt	-	(367,416)	-	-
Issuance of General Obligation Debt	-	26,500,000	-	14,960,000
Issuance of Certificates of Obligation Debt	9,091,857	-	-	-
Premium on General Obligation Debt	-	-	-	-
Issuance of Refunding Bonds	-	-	4,802,914	6,498,275
Premium on Refunding Bonds	-	-	-	-
Payment to Refunded Bond Escrow Agent	-	-	(4,802,914)	(6,498,275)
Total Other Financing Sources (Uses)	10,163,834	26,181,338	(91,027)	15,041,260
NET CHANGE IN FUND BALANCES	$ 11,664,404	$ 8,729,579	$ (2,223,628)	$ 16,914,712
Debt service as a percentage of noncapital expenditures	17.5%	13.8%	31.2%	19.0%

Source: Comprehensive Annual Financial Reports

Table 4
Concluded

Fiscal Year					
2012	2013	2014	2015	2016	2017
$ 59,931,585	$ 63,616,783	$ 65,480,692	$ 68,562,621	$ 74,374,878	$ 80,282,863
2,962,755	3,598,450	2,755,025	3,141,519	2,942,642	2,786,453
573,440	189,100	2,886,157	4,978,173	3,346,486	310,174
6,233,847	6,252,263	5,805,289	4,676,369	4,730,901	4,839,631
1,502,533	1,392,266	1,571,891	1,621,043	1,686,344	1,508,260
115,389	435,485	381,697	136,319	451,114	909,463
138,703	644,875	2,296,979	722,978	29,312	449,291
1,290,575	988,004	744,785	546,072	546,169	946,365
72,748,827	77,117,226	81,922,515	84,385,094	88,107,846	92,032,500
7,141,775	7,628,696	8,455,424	9,126,708	12,154,462	10,245,208
20,072,371	21,106,537	21,482,054	22,753,812	21,224,318	25,989,089
6,712,651	10,641,240	11,295,050	13,824,686	12,632,686	11,798,073
8,806,961	9,310,449	10,348,305	12,604,219	11,895,649	12,424,364
4,034	-	-	-	-	-
51	-	-	-	-	-
7,295,000	9,120,000	8,380,000	7,545,000	6,810,000	7,395,000
3,755,273	3,667,884	3,406,048	3,432,566	3,609,074	3,623,689
-	-	88,388	335,839	94,606	-
-	-	-	65,135	-	-
17,081,285	12,450,094	24,998,997	23,964,883	45,278,822	22,714,279
70,869,401	73,924,900	88,454,266	93,652,848	113,699,617	94,189,702
1,879,426	3,192,326	(6,531,751)	(9,267,754)	(25,591,771)	(2,157,202)
6,661,623	9,538,585	15,376,991	6,218,068	9,000,280	12,890,326
(6,773,248)	(9,538,585)	(15,522,660)	(6,399,923)	(9,423,455)	(13,335,176)
-	-	-	-	-	-
1,103,700	697,323	1,830,833	2,140,151	637,055	2,323,923
-	-	-	-	-	-
-	9,615,000	-	29,025,000	-	-
-	-	-	-	10,680,000	-
-	907,331	162,986	2,463,269	975,886	-
-	7,660,000	6,560,000	21,380,000	4,405,000	-
-	-	-	2,035,990	275,168	-
-	(8,477,331)	(6,760,875)	(23,357,251)	(4,582,327)	-
992,075	10,402,323	1,647,275	33,505,304	11,967,607	1,879,073
$ 2,871,501	$ 13,594,649	$ (4,884,476)	$ 24,237,550	$ (13,624,164)	$ (278,129)
20.6%	20.7%	18.3%	15.8%	15.2%	15.4%


THE · CITY · OF
COPPELL
TEXAS · 1890

CITY OF COPPELL, TEXAS Table 5
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Estimated Market Value		Less: Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate
	Real Property	Personal Property			
2008	4,548,010,100	1,016,848,960	956,099,696	4,608,759,364	0.64146
2009	4,777,502,933	983,473,386	945,296,083	4,815,680,236	0.64146
2010	4,772,929,255	1,011,517,590	939,596,475	4,844,850,370	0.64146
2011	4,756,891,450	888,722,767	837,175,991	4,808,438,226	0.69046
2012	4,758,234,316	928,408,834	888,458,232	4,798,184,918	0.69046
2013	4,841,227,663	1,158,496,491	1,054,362,383	4,945,361,771	0.67046
2014	5,039,706,247	1,331,729,530	1,170,006,763	5,201,429,014	0.63750
2015	5,486,401,719	1,474,732,621	1,344,781,638	5,616,352,702	0.60649
2016	6,011,691,777	1,770,518,414	1,606,612,216	6,175,597,975	0.58400
2017	6,651,002,689	1,812,239,159	1,798,740,587	6,664,501,261	0.57950

Source: Dallas Central Appraisal District / Denton Central Appraisal District

CITY OF COPPELL, TEXAS
DIRECT AND OVERLAPPING PROPERTY TAX RATES (per $100 of assessed value)
Last Ten Fiscal Years
(Unaudited)

Table 6
Continued

Fiscal Year	City Direct Rates			Overlapping Rates	
	Operating	Debt Service	Total Direct	Carrollton-Farmers Branch Independent School District	Lewisville Independent School District
2008	0.47616	0.16530	0.64146	1.36700	1.37000
2009	0.49577	0.14569	0.64146	1.36230	1.38000
2010	0.49577	0.14569	0.64146	1.34220	1.40870
2011	0.49577	0.19469	0.69046	1.34690	1.42670
2012	0.49577	0.19469	0.69046	1.35680	1.42600
2013	0.46571	0.20475	0.67046	1.33060	1.45300
2014	0.43750	0.20000	0.63750	1.32350	1.47700
2015	0.44249	0.16400	0.60649	1.30330	1.47700
2016	0.44808	0.13592	0.58400	1.28170	1.47673
2017	0.44333	0.13617	0.57950	1.39170	1.42000

Note:

(a) Dallas County includes Dallas County, Dallas County Hospital District, and Dallas County Community College District

(b) Denton County includes Denton County, Denton County Levee District No.1, and Denton County Road Utility District

Source: Individual Taxing Entities

Table 6
Concluded

Overlapping Rates				
Coppell Independent School District	Dallas County (a)	Denton County (b)	Northwest Dallas County Flood Control District No.1	Irving Flood Control District No.3
1.26900	0.567214	0.790890	0.30000	0.271991
1.27900	0.576428	0.780790	0.30000	0.263350
1.28340	0.602212	0.764800	0.30000	0.274000
1.42420	0.623330	0.607400	0.30000	0.274000
1.42420	0.623770	0.550857	0.30000	0.134000
1.41880	0.643412	0.499870	0.30000	0.139000
1.43240	0.653800	0.469914	0.30000	0.142100
1.44900	0.663875	0.457200	0.30000	0.144100
1.43900	0.662750	0.447000	0.30000	0.128000
1.49270	0.654704	0.432409	0.30000	0.125000

CITY OF COPPELL, TEXAS
PRINCIPAL PROPERTY TAX PAYERS
Current Year and Nine Years Ago
(Unaudited)

Table 7

2017			2008		
Taxpayer	**Taxable Assessed Value (a)**	**Percentage of Total City Taxable Assessed Value**	**Taxpayer**	**Taxable Assessed Value (b)**	**Percentage of Total City Taxable Assessed Value**
Duke Realty Ltd PS	$ 154,136,542	2.31 %	Duke Realty	$ 140,470,900	3.05 %
Western A South TX LLC	71,830,685	1.08	St Marin Karrington LP	45,000,000	0.98
St Marin Apartments II LLC	67,224,750	1.01	Western Rim Investors	31,875,000	0.69
Star Lakeside LLC	57,475,000	0.86	Primera Coppell	28,666,460	0.62
Coppell Properties LLC	42,781,000	0.64	Riverchase Marquis LP	28,440,000	0.62
McKesson Medical Surgical Inc.	38,676,288	0.58	SP4 700 Canyon LP	27,407,420	0.59
BG Victorien Rivechase LLC	35,850,000	0.54	Texas Utilities Electric Company	26,176,280	0.57
LIT HW1 LP	35,150,000	0.53	Arlie Properties	25,590,000	0.56
Teachers Insurance	34,758,180	0.52	Gulf United Industries	27,728,460	0.60
Sprint Spectrum LP	33,620,721	0.50	Minyards	25,209,070	0.55
Total	$ 571,503,166	8.57 %		$ 406,563,590	8.83 %

a) Total taxable value including real and personal property for tax year 2016 (fiscal year 2017) is $6,664,501,261.
b) Total taxable value including real and personal property for tax year 2007 (fiscal year 2008) is $4,608,759,364.

Source: City's Certified Tax Roll

CITY OF COPPELL, TEXAS
PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years
(Unaudited)

Table 8

Fiscal Year	Taxes Levied Within the Fiscal Year of the Levy	Adjustments to Levy in Subsequent Years	Adjusted Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections	
				Amount	Percentage of Levy		Amount	Percentage of Levy
2008	29,579,456	(128,858)	29,450,598	29,458,551	99.59	(9,051)	29,449,500	100.00
2009	30,894,059	(75,315)	30,818,744	30,763,871	99.58	52,648	30,816,519	99.99
2010	31,081,595	(27,407)	31,054,188	30,939,342	99.54	111,663	31,051,005	99.99
2011	33,223,179	(12,509)	33,210,670	33,049,527	99.48	151,873	33,201,400	99.97
2012	33,129,547	115,051	33,244,598	32,999,557	99.61	222,891	33,222,448	99.93
2013	33,156,672	89,442	33,246,114	33,009,932	99.56	196,504	33,206,436	99.88
2014	33,159,110	(54,344)	33,104,766	33,026,805	99.60	35,459	33,062,264	99.87
2015	34,032,671	(56,641)	33,976,030	33,946,330	99.75	87	33,946,417	99.91
2016	36,072,197	(25,143)	36,047,054	35,976,226	99.73	24,745	36,000,971	99.87
2017	38,644,969	-	38,644,969	38,557,532	99.77	-	38,557,532	99.77

Source: City of Coppell Tax Department

CITY OF COPPELL, TEXAS
RATIO OF OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years
(Unaudited)

Table 9
(Continued)

Fiscal Year	Governmental Activities				
	General Obligation Bonds (1)	Certificates of Obligation (1)	General Obligation Refunding Bonds (1)	Other Obligations	Capital Leases
2008	$ 15,750,000	$ 16,095,008	$ 30,240,000	$ 6,075,000	$ 288,210
2009	15,060,000	41,765,000	27,010,000	5,585,000	21,139
2010	14,350,000	37,040,000	26,455,000	5,075,000	12,991
2011	13,615,000	43,695,000	29,505,000	4,540,000	4,034
2012	12,855,000	41,195,000	26,030,000	3,980,000	-
2013	3,802,396	48,061,525	28,971,652	3,395,000	-
2014	2,974,697	44,358,335	25,260,051	2,780,000	-
2015	205,093	26,025,659	41,994,026	33,171,139	-
2016	-	30,510,523	43,177,799	32,410,872	-
2017	-	27,515,729	39,196,404	31,620,605	-

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements. See Table 13 for personal income and population data.

1) Presented net of original issuance discounts and premiums

Business-Type Activities						
Water and Sewer Revenue Bonds	Refunding Revenue Bonds	General Obligation Refunding Bonds (1)	Total Primary Government	Percentage of Personal Income		Per Capita
$ 1,310,000	$ 4,930,000	$ -	$ 74,688,218	3.99	%	$ 1,888
1,215,000	2,975,000	-	93,631,139	4.94		2,367
-	-	2,165,118	85,098,109	4.41		2,141
-	-	1,891,772	93,250,806	5.22		2,394
-	-	1,608,425	85,668,425	4.60		2,193
-	-	1,315,079	85,545,652	4.70		2,188
-	-	1,145,000	76,518,083	4.08		1,943
-	-	805,000	102,200,917	5.49		2,563
-	-	455,000	106,554,194	4.98		2,643
-	-	95,000	98,427,738	4.45		2,411

CITY OF COPPELL, TEXAS
RATIO OF GENERAL BONDED DEBT OUTSTANDING
Last Ten Fiscal Years
(Unaudited)

Table 10

Fiscal Year	General Bonded Debt Outstanding: General Obligation Bonds	General Obligation Refunding Bonds	Certificates of Obligation	Sales Tax Revenue Bonds	Less: Amount Available in Debt Service Funds (1)	Total	Percentage of Actual Taxable Value of Property	Per Capita
2008	$ 15,750,000	$ 30,240,000	$ 16,095,008	$ 6,075,000	$ 1,225,901	$ 66,934,107	1.45 %	$ 1,692
2009	15,060,000	27,010,000	41,765,000	5,585,000	1,172,699	88,247,301	1.83	2,230
2010	14,350,000	26,455,000	37,040,000	5,075,000	899,473	82,020,527	1.69	2,063
2011	13,615,000	29,505,000	43,695,000	4,540,000	819,423	90,535,577	1.88	2,324
2012	12,855,000	26,030,000	41,195,000	3,980,000	886,206	83,173,794	1.73	2,129
2013	3,802,396	28,971,652	48,061,525	3,395,000	839,753	83,390,820	1.69	2,133
2014	2,974,697	25,260,051	44,358,335	2,780,000	1,073,452	74,299,631	1.43	1,887
2015	205,093	41,994,026	26,025,659	33,171,139	1,009,125	100,386,792	1.79	2,517
2016	-	43,177,799	30,510,523	32,410,872	1,012,235	105,086,959	1.70	2,607
2017	-	39,196,404	27,515,729	31,620,605	1,097,575	97,235,163	1.46	2,382

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.
See Table 5 for property value data.
See Table 13 for population data.
(1) This is the amount restricted for debt service principal payments

CITY OF COPPELL, TEXAS
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
SEPTEMBER 30, 2017
(Unaudited)

Table 11

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable to Coppell (1)	Estimated Share of Overlapping Debt
Debt repaid with property taxes			
Dallas County	$ 199,545,000	3.030 %	$ 6,046,213
Coppell Independent School District	274,501,084	61.620	169,147,568
Carrollton-Farmers Branch Independent School District	211,775,000	2.490	5,273,198
Dallas County Community College District	263,140,000	3.030	7,973,142
Dallas County Hospital District	703,770,000	3.030	21,324,231
Dallas County Schools	40,330,000	3.030	1,221,999
Denton County	645,305,000	0.180	1,161,549
Denton County LID No. 1	7,980,000	19.460	1,552,908
Irving Flood Control District Section III	215,000	5.000	10,750
Lewisville Independent School District	1,213,922,216	0.450	5,462,650
Grapevine-Colleyville ISD	438,049,452	0.150	657,074
Northwest Dallas County Flood Control District No. 1	15,460,000	100.000	15,460,000
Subtotal, overlapping debt			235,291,282
City of Coppell, direct debt	63,740,000	100.00	63,740,000
Total Direct and Overlapping Debt			$ 299,031,282

(1) The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of each entity's taxable assessed value that is within the City's boundaries and dividing it by each entity's total taxable assessed value.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City of Coppell. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Coppell. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident and therefore responsible for repaying the debt of each overlapping government.

Source: Texas Municipal Reports provided by the Municipal Advisory Council of Texas. The reports provide the total debt outstanding and the percentage of debt applicable to the City.

COMPUTATION OF LEGAL DEBT MARGIN
SEPTEMBER 30, 2017
(Unaudited)

The City Charter of the City of Coppell, Texas does not provide for a Debt Limit; therefore, no computation can be made.

CITY OF COPPELL, TEXAS
DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Calendar Years
(Unaudited)

Table 13

Year	Estimated Population (1)	Personal Income	Per Capita Personal Income (1)	Median Age (1)	School Enrollment (2)	Unemployment Rate (3)
2008	39,565	$ 1,870,554,070	$ 47,278	33	9,930	4.5 %
2009	39,565	1,894,965,675	47,895	34	9,960	7.2
2010	39,750	1,929,027,750	48,529	34	10,004	6.8
2011	38,950	1,787,960,800	45,904	31	10,168	6.7
2012	39,070	1,863,209,230	47,689	38	10,676	5.7
2013	39,090	1,821,906,720	46,608	38	11,323	5.6
2014	39,380	1,876,693,280	47,656	38	11,561	4.7
2015	39,880	1,863,034,080	46,716	38	11,867	3.4
2016	40,310	2,137,719,920	53,032	38	12,368	3.8
2017	40,820	2,213,668,600	54,230	38	12,391	3.6

Sources:
(1) City's Planning Department
(2) Coppell Independent School District
(3) Texas Workforce Commission

CITY OF COPPELL, TEXAS
PRINCIPAL EMPLOYERS,
Current Year and Nine Years Ago
(Unaudited)

Table 14

2017			2008		
Employer	**Employees**	**Percentage of Total City Employment**	**Employer**	**Employees**	**Percentage of Total City Employment**
U.S. Postal Service - Processing/Distrib. Center	1,621	6.55 %	U.S. Postal Service - Bulk Mail Center	2,000	13.79 %
Coppell Independent School District	1,320	5.33	Citigroup	1,250	8.62
AAA of Texas	1,200	4.85	Coppell Independent School District	1,200	8.28
DaVita Rx	1,200	4.85	Verizon	1,060	7.31
Verizon Service Center	1,200	4.85	IBM	800	5.52
Genco	900	3.64	Avaya Telecommunications, Inc.	550	3.79
Caliber Home Loans	800	3.23	The Container Store	500	3.45
The Container Store	770	3.11	Mannatech Inc.	452	3.12
IBM	600	2.42	City of Coppell	392	2.70
Brinks	500	2.02	Tom Thumb	370	2.55
Total	10,111	40.85 %		8,574	59.13 %

Source: City of Coppell Economic Development, Texas Workforce Commission, North Central Texas Council of Governments

CITY OF COPPELL, TEXAS Table 15
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM,
Last Ten Fiscal Years
(Unaudited)

Function/Program	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General Government	36	36	37	37	36	36.5	36.5	39.5	54.5	56.5
Public Safety	193	194	194	194	194	194	196	202	186	174
Public Works	41	41	41	41	40	43	42.5	41.5	52.25	51.25
Culture and Recreation	91.22	93.22	92.72	93.72	93.72	110.57	111.64	109.14	114.89	115.39
Water and Sewer	23	23	23	23	24	24	24.5	24.5	23.75	22.75
Total	384.22	387.22	387.72	388.72	387.72	408.07	411.14	416.64	431.39	419.89

Source: City Budget Office

CITY OF COPPELL, TEXAS
OPERATING INDICATORS BY FUNCTION/PROGRAM
Last Ten Fiscal Years
(Unaudited)

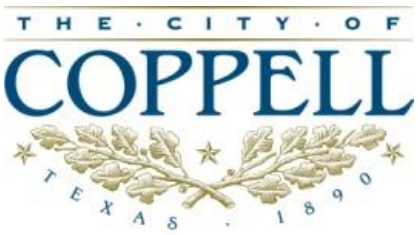
Table 16
Continued

Function/Program	Fiscal Year 2008	2009	2010	2011	2012
Public Safety					
Police					
Number of Employees	80	80	80	80	80
Number of Traffic Stops	19,288	17,227	18,349	16,436	16,611
Fire					
Number of Employees	83	87	80	83	86
Number of Fire Runs	1,031	1,130	1,104	1,322	1,043
Number of EMS Runs	1,364	1,344	1,408	1,543	1,672
Public Works					
Streets					
Street Resurfacing (miles)	-	1	-	-	-
Streets - Paved (miles)	0.87	-	-	2	1
Streets - Paved (Square Yards)	N/A	N/A	2,179	47,137	15,740
Alleys - Paved (miles)	-	-	-	-	-
Potholes Repaired	204	100	78	286	308
Traffic Signals	3	4	1	-	-
Street Miles (Centerline)	0.87	3	-	-	1
Lane Miles Added	3.48	5	-	-	2
Street Miles	375.00	380	394	394	396
Cultural and Recreational					
Parks and Recreation					
Coppell Aquatic & Recreational Center (CARC) Memberships	923	1,374	1,414	1,530	2,123
Participants in CARC Programs	3,600	2,792	3,945	4,303	4,416
Participants in Adult Athletic Programs	1,247	1,358	1,206	1,143	1,126
Participants in Youth Athletic Programs	8,657	8,296	8,018	6,641	6,344
Number of Playgrounds	7	7	8	8	8
Number of Tennis Courts	8	8	8	12	12
Number of Swimming Pools	5	5	5	5	5
Senior Center	1	1	1	1	1
Recreation Centers	1	1	1	1	1
Library					
Volumes in Collection	91,235	93,848	92,437	93,911	92,902
Rolling Oaks Memorial Center					
Spaces Sold	-	171	97	128	83
Monument Rights	-	10	2	-	-
Niches Sold	-	8	-	19	19
Interments	-	14	31	40	38
Markers Sold	-	8	28	28	34
Benches Sold	-	-	-	-	-
Vases Sold	-	2	8	11	16
Urns Sold	-	1	-	-	-
Mausoleums Sold	-	-	-	1	-
Water and Sewer					
Number of Water Consumers	12,094	12,165	12,308	12,357	12,376
Average Daily Water Consumption (gallons)	8,062,046	8,088,600	7,450,510	8,978,682	8,447,866
Maximum Storage Capacity (gallons)	13,500,000	13,500,000	13,500,000	13,500,000	13,500,000
Number of Sewer Connections	11,167	11,226	11,339	11,396	11,407
Daily Average Treatment (gallons)	3,456,202	3,237,753	3,601,806	3,326,398	3,512,334

Source: City Departments
Notes: N/A - Data not available.
TXU - maintains the street lights.

Table 16
Concluded

Fiscal Year				
2013	**2014**	**2015**	**2016**	**2017**
80	80	85	75	75
13,788	12,112	13,996	16,383	14,523
86	85	87	86	88
1,054	1,359	1,153	1,274	1,352
1,676	1,832	1,973	2,078	1,814
-	-	-	-	-
1	-	-	3	2
13,393	12,241	42,519	32,675	18,612
-	-	3	5	-
99	70	94	312	59
2	-	1	1	-
-	2	1	1	1
3	4	3	6	2
396	403	406	407	408
2,406	4,846	8,160	12,975	10,474
4,550	11,603	30,881	4,633	4,750
1,045	1,220	912	775	644
6,109	6,102	-	-	-
8	9	9	9	9
12	12	12	12	12
5	5	5	5	5
1	1	1	1	1
1	1	1	1	1
95,672	93,733	124,612	88,601	85,474
101	953	481	226	297
5	-	-	-	-
24	29	30	22	25
47	51	64	77	83
23	46	70	70	74
3	9	-	5	9
19	41	51	65	62
-	-	-	-	-
-	-	-	-	-
12,496	12,639	12,913	13,137	13,327
8,449,060	7,856,167	7,617,968	8,742,418	8,860,975
13,500,000	13,500,000	13,500,000	13,500,000	13,500,000
11,506	11,587	11,806	12,012	12,174
3,274,384	3,314,819	4,706,030	4,587,737	3,773,805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CITY OF COPPELL, TEXAS
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
Last Ten Fiscal Years
(Unaudited)

Table 17

Function/Program	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Public Safety										
Police Stations	1	1	1	1	1	1	1	1	1	1
Police Patrol Units	31	37	41	40	41	41	41	43	48	44
Police Motorcycle Units	6	6	5	5	5	5	4	5	5	5
Fire Stations	3	3	3	3	3	3	3	3	3	3
Development Services										
Streets - Paved (miles)	1	2	-	2	2	2	-	-	-	-
Cultural and Recreational										
Parks (acres)	545	545	545	545	545	545	545	545	545	545
Number of Playgrounds	7	7	8	8	8	8	9	9	9	9
Number of Tennis Courts	8	8	8	12	12	12	12	12	16	16
Number of Swimming Pools	5	5	5	5	5	5	5	5	5	5
Senior Center	1	1	1	1	1	1	1	1	1	1
Recreation Centers	1	1	1	1	1	1	1	1	1	1
Water and Sewer										
Water Mains (miles)	182	190	190	190	191	193	199	200	202	200
Water System Valves	4,296	4,559	4,671	4,754	4,815	4,922	5,104	5,234	5,444	5,398
Manholes	2,512	2,435	2,457	2,482	2,516	2,557	2,689	2,725	2,748	2,695
Fire Hydrants	1,565	1,632	1,657	1,677	1,693	1,728	1,805	1,831	1,841	1,824
Sanitary Sewers (miles)	166	162	163	165	166	170	188	189	191	173

Source: City Departments

CITY OF COPPELL, TEXAS
ACTIVE AND RETIREE HEALTH INSURANCE COSTS
Last Ten Fiscal Years
(Unaudited)

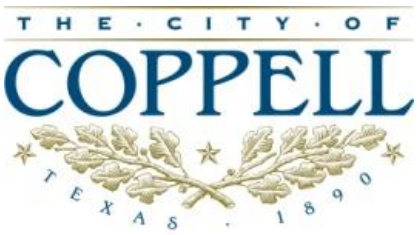
Table 18
Continued

Fiscal Year	Total Health Plan Expenses	Retiree Expense	Percentage Retiree Costs to Total	Active Members	Retirees Using City Health Plan	Total TMRS Retirees
2008	$ 2,389,205	$ 2,628	0.11 %	333	2	72
2009	2,370,409	811	0.03	359	2	79
2010	2,795,150	71,656	2.56	352	5	88
2011	1,844,695	3,496	0.19	345	4	100
2012	1,377,355	7,885	0.57	342	4	113
2013	2,213,461	-	0.00	342	3	124
2014	2,604,296	12,705	0.49	342	4	124
2015	3,851,117	105,561	2.74	362	5	156
2016	3,517,312	181,733	5.17	355	4	182
2017	3,691,798	17,172	0.47	357	5	190
Total	$ 26,654,798	$ 403,647	1.51 %			
Average	$ 2,665,480	$ 40,365		349	4	123

Source: City Records, Third Party Administrator Records, Texas Municipal Retirement System (TMRS)

Table 18
Concluded

Percentage Retirees Using Plan to Total Members	Retiree Contributions	Net Subsidy of Retirees	Subsidy as Percentage of Total Expense	Cost per Active Member	Cost per Retiree
2.78 %	13,620	10,992	418.26 %	$ 7,175	$ 1,314
2.53	15,734	14,923	1,840.07	6,603	406
5.68	20,191	(51,465)	(71.82)	7,941	14,331
4.00	29,446	25,950	742.28	5,347	874
3.54	30,942	23,057	292.42	4,027	1,971
2.42	21,903	21,903	-	6,472	-
3.23	31,797	19,092	150.27	7,615	3,176
3.21	55,327	(50,234)	(47.59)	10,638	21,112
2.20	72,351	(109,382)	(60.19)	9,908	45,433
2.63	65,073	47,901	278.95	10,341	3,434
	$ 356,384	$ (47,263)	(11.71) %	$ 76,067	$ 92,051
3.25 %	$ 35,638	$ (4,726)		$ 7,607	$ 9,205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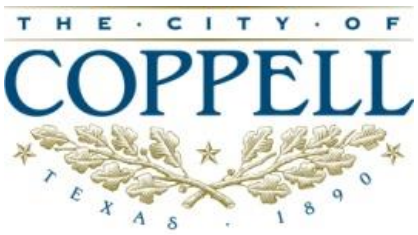
General Fund

The General Fund is the general operating fund of the City. It is used to account for resources which are not required to be accounted for in other funds.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CITY OF COPPELL, TEXAS

COMPARATIVE BALANCE SHEET - GENERAL FUND
SEPTEMBER 30, 2017 AND 2016
(UNAUDITED)

	2017	2016
ASSETS		
Cash	$ 16,154	$ 3,144,994
Investments	59,709,365	58,051,091
Receivables (net of allowances for uncollectables of $369,952 in 2017 and $368,259 in 2016):		
Taxes	4,488,095	2,536,480
Accounts	1,352,321	974,811
Interest	79,173	53,514
Due From Other Funds	27,858	9,811
Prepaid Items	168,478	203,857
Total Assets	$ 65,841,444	$ 64,974,558
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
Liabilities:		
Accounts Payable	$ 5,167,163	$ 6,525,611
Accrued Liabilities	490,508	449,176
Due to Other Funds	15,254	-
Unearned Revenue	455,946	908,968
Total Liabilities	6,128,871	7,883,755
Deferred Inflows of Resources:		
Unavailable Revenue	2,451,345	192,010
Total Deferred Inflows of Resources	2,451,345	192,010
Fund Balance:		
Non Spendable	168,478	203,857
Restricted	10,393,440	16,939,004
Committed	8,936,585	4,186,872
Assigned	450,000	4,013,140
Unassigned	37,312,725	31,555,920
Total Fund Balance	57,261,228	56,898,793
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 65,841,444	$ 64,974,558

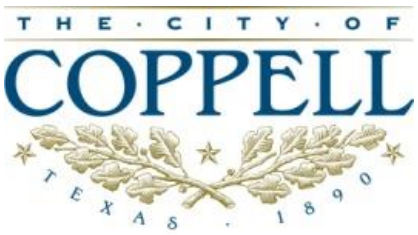
CITY OF COPPELL, TEXAS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2017
(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016)
(UNAUDITED)

	2017			
	Budget	Actual	Variance Favorable (Unfavorable)	2016
REVENUES:				
Taxes, Penalties and Interest	$ 50,279,753	$ 50,697,887	$ 418,134	$ 47,302,860
Licenses, Fees and Permits	2,182,530	2,512,408	329,878	2,552,730
Intergovernmental	-	76,086	76,086	21,520
Charges for Services	4,146,000	4,124,488	(21,512)	4,074,572
Fines and Forfeitures	1,101,900	983,475	(118,425)	1,199,787
Investment Earnings	325,000	478,037	153,037	229,721
Miscellaneous	816,838	833,091	16,253	499,502
Total Revenues	58,852,021	59,705,472	853,451	55,880,692
EXPENDITURES:				
Current				
General Government				
Mayor and Council	534,514	477,390	57,124	398,273
City Administration	1,477,007	1,356,663	120,344	1,233,364
Legal Services	336,000	283,195	52,805	283,171
Economic Developement	393,146	297,050	96,096	461,524
Community Information	629,013	557,641	71,372	467,388
Finance	1,389,402	1,314,765	74,637	1,236,608
Tax Collections	296,985	265,020	31,965	256,790
Combined Services	1,029,094	898,745	130,349	933,429
Human Resources	1,538,830	1,485,160	53,670	1,490,918
Purchasing	211,972	180,832	31,140	159,816
City Secretary	368,570	349,535	19,035	334,527
Information Systems	2,811,617	2,779,212	32,405	2,088,549
Total General Government	11,016,150	10,245,208	770,942	9,344,357
Public Safety				
Fire	11,192,203	11,247,228	(55,025)	10,205,635
Life Safety Park	286,670	257,885	28,785	27,956
Emergency Management	218,408	201,498	16,910	251,408
Inspections	870,782	784,845	85,937	802,188
Environmental Health	365,907	318,232	47,675	360,065
Animal Services	501,506	484,838	16,668	466,233
Municipal Court	1,486,413	1,423,676	62,737	1,354,861
Police	7,958,583	7,732,828	225,755	7,388,974
Total Public Safety	22,880,472	22,451,030	429,442	20,857,320
Public Works				
Engineering	1,694,855	1,662,075	32,780	1,159,068
Facilities Management	2,080,843	1,961,237	119,606	1,662,682
Streets	949,477	905,815	43,662	992,316
Fleet Services	1,234,164	1,087,888	146,276	1,038,108
Traffic Control	1,153,285	1,092,157	61,128	1,085,160
Planning and Zoning	733,821	588,664	145,157	581,535
Total Public Works	7,846,445	7,297,836	548,609	6,518,869

(Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
General Fund) (Continued)
(UNAUDITED)

	2017			
	Budget	Actual	Variance Favorable (Unfavorable)	2016
Culture and Recreation				
Library	$ 1,888,116	$ 1,805,622	$ 82,494	$ 1,713,269
Parks and Recreation	9,406,677	8,983,701	422,976	8,679,794
Total Culture and Recreation	11,294,793	10,789,323	505,470	10,393,063
Capital Outlay	2,912,544	2,778,726	133,818	4,418,186
Total Expenditures	55,950,404	53,562,123	2,388,281	51,531,795
Excess of Revenues Over Expenditures	2,901,617	6,143,349	3,241,732	4,348,897
OTHER FINANCING SOURCES (USES):				
Proceeds from Sale of Capital Assets	539,900	524,478	(15,422)	346,492
Operating Transfers In	2,765,000	2,765,000	-	2,505,536
Operating Transfers Out	(9,476,144)	(9,070,392)	405,752	(5,358,441)
Total Other Financing (Uses)	(6,171,244)	(5,780,914)	390,330	(2,506,413)
Excess (Deficiency) of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(3,269,627)	362,435	3,632,062	1,842,484
FUND BALANCES - October 1	56,898,793	56,898,793	-	55,056,309
FUND BALANCES - September 30	$ 53,629,166	$ 57,261,228	$ 3,632,062	$ 56,898,793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Special Revenue Funds

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Donations Fund - To account for donations received by the City with expenditures restricted to use for the library, parks, economic development and fire department programs.

Park Fund - To account for revenues that are restricted for park improvements.

Police Fund - To account for revenues restricted for special policing purposes.

Child Safety Fund - To account for revenues restricted for programs to enhance child safety.

Crime Prevention Fund – To account for revenue restricted for Crime Prevention programs which include the School Resource Officer Program, the Community Services Program and the Patrol Prevention Program.

Recreational Fund - To account for revenues that are restricted for recreational programs.

Municipal Court - To account for revenues that are restricted for Municipal Court security issues.

Red Light Enforcement Fund - To account for revenues that are restricted for traffic safety, pedestrian safety, public safety, intersection improvement, and traffic enforcement.

Juvenile Case Manager Fund – To account for revenues that are restricted for the necessary expenditures related to the position of Juvenile Case Manager.

Recreation Development Corporation #1 - To account for revenues which are restricted for the Coppell Recreation Development Corporation #1, a blended component unit of the City.

Recreation Development Corporation #2 - To account for revenues which are restricted for the Coppell Recreation Development Corporation #2, a blended component unit of the City.

Infrastructure Maintenance Fund - To account for revenues that are restricted for future maintenance of the City's infrastructure.

Court Technology Fund - To account for revenues that are restricted for financing the purchase of technological enhancements for the Municipal Court.

Tree Preservation Fund - To account for revenues that are restricted for tree preservation.

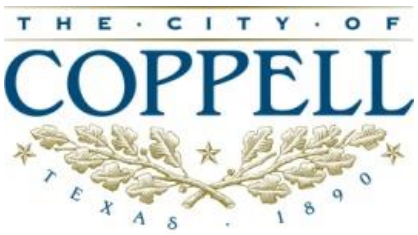
Judicial Efficiency Fund - To account for revenue restricted for uses that improve the efficiency of the administration of justice in the City.

Economic Development Foundation Fund - A blended component unit of the City of Coppell established for the purpose of promoting economic development and business opportunities within the City.

Drainage Utility District - To account for revenues that are restricted for storm water control development.

Rolling Oaks Cemetery - To account for revenues that are restricted for the administration of the cemetery.

Hotel Occupancy Tax - To account for revenues that are restricted for the hotel and tourism industry.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COMBINING BALANCE SHEET - ALL SPECIAL REVENUE FUNDS

SEPTEMBER 30, 2017

(WITH COMPARATIVE TOTALS FOR SEPTEMBER 30, 2016) (Continued)

(UNAUDITED)

ASSETS	Donations	Park	Police	Child Safety	Crime Prevention
Cash	$ 61,062	$ 8,327	$ 113,850	$ 76,106	$ -
Investments	149,993	386,459	150,139	-	7,298,949
Receivables:					
Taxes	-	-	-	-	888,019
Interest	447	101	448	-	627
Other	-	-	1,329	846	-
Due from Other Funds	-	-	15,254	-	-
Prepaid Items	-	-	2,052	-	368,273
Total Assets	$ 211,502	$ 394,887	$ 283,072	$ 76,952	$ 8,555,868
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	$ -	$ 1,000	$ 36,351	$ -	$ 88,522
Due to Other Funds	-	-	-	-	-
Accrued Liabilities	-	-	-	-	13,699
Retainage Payable	-	-	-	-	-
Unearned Revenue	-	-	-	-	-
Total Liabilities	-	1,000	36,351	-	102,221
Deferred Inflows of Resources:					
Unavailable Revenue	-	-	-	-	468,016
Total Deferred Inflows of Resources	-	-	-	-	468,016
Fund Balances:					
Non Spendable	-	-	2,052	-	368,273
Restricted For:					
Public Safety	32,738	-	244,669	76,952	7,617,358
Culture and Recreation	169,515	-	-	-	-
Economic Development	9,249	-	-	-	-
Committed For:					
Culture and Recreation	-	393,887	-	-	-
Economic Development	-	-	-	-	-
Public Works	-	-	-	-	-
Total Fund Balances	211,502	393,887	246,721	76,952	7,985,631
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 211,502	$ 394,887	$ 283,072	$ 76,952	$ 8,555,868

COMBINING BALANCE SHEET - ALL SPECIAL REVENUE FUNDS

SEPTEMBER 30, 2017

(WITH COMPARATIVE TOTALS FOR SEPTEMBER 30, 2016) (Continued)

(UNAUDITED)

Recreational	Municipal Court	Red Light Enforcement	Juvenile Case Manager	Recreation Development Corporation #1	Recreation Development Corporation #2
$ 30,086	$ 38,241	$ 98,854	$ 33,755	$ -	$ -
216,457	245,439	682,181	165,470	-	4,875,429
-	-	-	-	-	1,607,514
56	732	449	150	-	-
-	-	35,764	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
$ 246,599	$ 284,412	$ 817,248	$ 199,375	$ -	$ 6,482,943
$ -	$ -	$ 145,233	$ -	$ -	$ 108,937
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	10,487
-	-	-	-	-	-
-	-	145,233	-	-	119,424
-	-	-	-	-	760,988
-	-	-	-	-	760,988
-	-	-	-	-	-
-	284,412	672,015	199,375	-	-
-	-	-	-	-	5,602,531
-	-	-	-	-	-
246,599	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
246,599	284,412	672,015	199,375	-	5,602,531
$ 246,599	$ 284,412	$ 817,248	$ 199,375	$ -	$ 6,482,943

COMBINING BALANCE SHEET - ALL SPECIAL REVENUE FUNDS

SEPTEMBER 30, 2017

(WITH COMPARATIVE TOTALS FOR SEPTEMBER 30, 2016) (Continued)

(UNAUDITED)

ASSETS	Infrastructure Maintenance Fund	Court Technology	Tree Preservation	Judicial Efficiency	Economic Development Foundation
Cash	$ -	$ 42,482	$ 25,016	$ 12,851	$ -
Investments	16,914,871	99,996	80,695	-	134,671
Receivables:					
Taxes	892,781	-	-	-	-
Interest	17,011	90	241	-	-
Other	-	-	-	-	-
Due from Other Funds	-	-	-	-	-
Prepaid Items	-	-	-	-	-
Total Assets	$ 17,824,663	$ 142,568	$ 105,952	$ 12,851	$ 134,671
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	$ 402,431	$ -	$ -	$ -	$ 121,873
Due to Other Funds	-	-	-	-	-
Accrued Liabilities	103	-	-	-	-
Retainage Payable	206,025	-	-	-	-
Unearned Revenue	-	-	-	-	-
Total Liabilities	608,559	-	-	-	121,873
Deferred Inflows of Resources:					
Unavailable Revenue	469,518	-	-	-	-
Total Deferred Inflows of Resources	469,518	-	-	-	-
Fund Balances:					
Non Spendable	-	-	-	-	-
Restricted For:					
Public Safety	-	142,568	-	12,851	-
Culture and Recreation	-	-	-	-	-
Economic Development	-	-	-	-	-
Committed For:					
Culture and Recreation	-	-	105,952	-	-
Economic Development	-	-	-	-	12,798
Public Works	16,746,586	-	-	-	-
Total Fund Balances	16,746,586	142,568	105,952	12,851	12,798
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 17,824,663	$ 142,568	$ 105,952	$ 12,851	$ 134,671

COMBINING BALANCE SHEET - ALL SPECIAL REVENUE FUNDS

SEPTEMBER 30, 2017

(WITH COMPARATIVE TOTALS FOR SEPTEMBER 30, 2016) (Concluded)

(UNAUDITED)

Drainage Utility District	Rolling Oaks Cemetery	Hotel Occupancy Tax	Totals - September 30, 2017	
			2017	2016
$ 134,914	$ 106,956	$ 55,545	$ 838,045	$ 1,348,329
571,645	410,078	99,584	32,482,056	26,310,704
-	-	-	3,388,314	1,531,989
1,122	893	96	22,463	7,339
32,626	126,457	72,244	269,266	251,519
-	-	-	15,254	-
-	3,495	-	373,820	3,929
$ 740,307	$ 647,879	$ 227,469	$ 37,389,218	$ 29,453,809
$ 16,785	$ 27,446	$ 72,244	$ 1,020,822	$ 955,989
-	-	-	-	4,482
1,212	2,992	-	18,006	18,923
-	-	-	216,512	630,372
-	-	-	-	153,200
17,997	30,438	72,244	1,255,340	1,762,966
-	97,168	-	1,795,690	-
-	97,168	-	1,795,690	-
-	3,495	-	373,820	3,929
-	-	-	9,282,938	10,174,977
-	-	155,225	5,927,271	430,224
-	-	-	9,249	8,785
-	516,778	-	1,263,216	1,695,614
-	-	-	12,798	12,055
722,310	-	-	17,468,896	15,365,259
722,310	520,273	155,225	34,338,188	27,690,843
$ 740,307	$ 647,879	$ 227,469	$ 37,389,218	$ 29,453,809

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL SPECIAL REVENUE FUNDS - FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2017
(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016) (Continued)
(UNAUDITED)

	Donations	Park	Police	Child Safety	Crime Prevention
REVENUES:					
Taxes, Penalties and Interest	$ -	$ -	$ -	$ -	$ 5,038,533
Licenses, Fees and Permits	-	1,285	-	-	-
Intergovernmental	-	-	5,377	-	-
Charge for Services	550	-	-	-	-
Fines and Forfeitures	-	-	82,849	7,319	-
Investment Earnings	886	2,428	1,354	-	56,289
Contributions	39,561	-	15,888	-	-
Miscellaneous	-	-	-	-	24,972
Total Revenues	40,997	3,713	105,468	7,319	5,119,794
EXPENDITURES:					
Current					
General Government	-	-	-	-	-
Public Safety	5,458	-	139,341	5,626	3,136,929
Public Works	-	-	-	-	-
Culture and Recreation	3,339	91,455	-	-	-
Capital Outlay	21	4,718	5,000	-	1,218,897
Total Expenditures	8,818	96,173	144,341	5,626	4,355,826
Excess (Deficiency) of Revenues Over (Under) Expenditures	32,179	(92,460)	(38,873)	1,693	763,968
OTHER FINANCING SOURCES (USES):					
Operating Transfers In	-	-	-	-	-
Operating Transfers Out	-	-	-	-	(1,403,312)
Proceeds from Sale of Capital Assets	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	(1,403,312)
Excess (Deficiency) of Revenues and Other Sources Over (Under) Expenditures and Other Uses	32,179	(92,460)	(38,873)	1,693	(639,344)
FUND BALANCES, October 1	179,323	486,347	285,594	75,259	8,624,975
FUND BALANCES, September 30	$ 211,502	$ 393,887	$ 246,721	$ 76,952	$ 7,985,631

(Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
All Special Revenue Funds- For the Fiscal Year Ended September 30, 2017) Continued
(UNAUDITED)

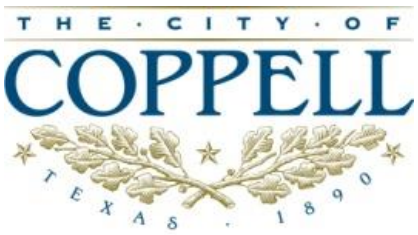
Recreational	Municipal Court	Red Light Enforcement	Juvenile Case Manager	Recreation Development Corporation #1	Recreation Development Corporation #2
$ -	$ -	$ -	$ -	$ -	$ 8,216,528
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	21,225	338,499	42,427	-	-
2,934	1,804	4,498	441	232	20,954
-	-	-	-	-	67,114
-	-	14,823	-	-	-
2,934	23,029	357,820	42,868	232	8,304,596
-	-	-	-	-	-
-	2,727	210,240	341	-	-
-	-	-	-	-	-
-	-	-	-	800	744,293
267,744	-	25,771	-	-	1,380,974
267,744	2,727	236,011	341	800	2,125,267
(264,810)	20,302	121,809	42,527	(568)	6,179,329
-	-	-	-	-	1,962,698
-	-	(30,845)	-	(61,465)	(2,765,000)
-	-	-	-	-	-
-	-	(30,845)	-	(61,465)	(802,302)
(264,810)	20,302	90,964	42,527	(62,033)	5,377,027
511,409	264,110	581,051	156,848	62,033	225,504
$ 246,599	$ 284,412	$ 672,015	$ 199,375	$ -	$ 5,602,531

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL SPECIAL REVENUE FUNDS - FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2017
(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016) (Continued)
(UNAUDITED)

	Infrastructure Maintenance Fund	Court Technology	Tree Preservation	Judicial Efficiency	Economic Development Foundation
REVENUES:					
Taxes, Penalties and Interest	$ 5,085,123	$ -	$ -	$ -	$ -
Licenses, Fees and Permits	-	-	24,910	-	-
Intergovernmental	-	-	-	-	-
Charge for Services	-	-	-	-	-
Fines and Forfeitures	-	28,301	-	4,165	-
Investment Earnings	110,225	525	1,026	-	743
Contributions	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Total Revenues	5,195,348	28,826	25,936	4,165	743
EXPENDITURES:					
Current					
General Government	-	-	-	-	-
Public Safety	-	33,291	-	4,106	-
Public Works	4,007,176	-	-	-	-
Culture and Recreation	-	-	107,325	-	-
Capital Outlay	1,395,335	-	-	-	-
Total Expenditures	5,402,511	33,291	107,325	4,106	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(207,163)	(4,465)	(81,389)	59	743
OTHER FINANCING SOURCES (USES):					
Operating Transfers In	2,550,500	-	-	-	-
Operating Transfers Out	-	-	-	-	-
Proceeds from Sale of Capital Assets	-	-	-	-	-
Total Other Financing Sources (Uses)	2,550,500	-	-	-	-
Excess (Deficiency) of Revenues and Other Sources Over (Under) Expenditures and Other Uses	2,343,337	(4,465)	(81,389)	59	743
FUND BALANCES, October 1	14,403,249	147,033	187,341	12,792	12,055
FUND BALANCES, September 30	$ 16,746,586	$ 142,568	$ 105,952	$ 12,851	$ 12,798

(Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
All Special Revenue Funds- For the Fiscal Year Ended September 30, 2017) Concluded
(UNAUDITED)

Drainage Utility District	Rolling Oaks Cemetery	Hotel Occupancy Tax	Totals - September 30, 2017	Totals - September 30, 2016
$ -	$ -	$ 155,109	$ 18,495,293	$ 16,659,121
247,850	-	-	274,045	389,912
-	-	-	5,377	6,732
-	646,303	-	646,853	594,366
-	-	-	524,785	486,557
5,475	2,543	116	212,473	88,503
-	-	-	122,563	29,312
36	45,345	-	85,176	46,667
253,361	694,191	155,225	20,366,565	18,301,170
-	-	-	-	-
-	-	-	3,538,059	3,166,799
493,061	-	-	4,500,237	6,113,817
-	687,829	-	1,635,041	1,512,890
-	-	-	4,298,460	7,438,951
493,061	687,829	-	13,971,797	18,232,457
(239,700)	6,362	155,225	6,394,768	68,713
-	-	-	4,513,198	3,508,154
-	-	-	(4,260,622)	(4,064,740)
-	-	-	-	290,563
-	-	-	252,576	(266,023)
(239,700)	6,362	155,225	6,647,344	(197,310)
962,010	513,911	-	27,690,844	27,888,154
$ 722,310	$ 520,273	$ 155,225	$ 34,338,188	$ 27,690,844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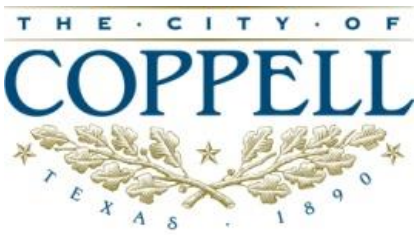
Debt Service Funds

Debt Service Funds are used to account for the accumulation of resources for and payment of principal, interest and other related costs on long-term debt.

General Obligation Fund - To account for debt service activities pertaining to general City indebtedness.

Recreation Development Corporation - To account for debt service activities relating to indebtedness of the Coppell Recreation Development Corporation, a blended component unit of the City.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CITY OF COPPELL, TEXAS

COMBINING BALANCE SHEET - ALL DEBT SERVICE FUNDS
SEPTEMBER 30, 2017
(WITH COMPARATIVE TOTALS FOR SEPTEMBER 30, 2016)
(UNAUDITED)

	General Obligation	Recreation Development Corporation	Totals - September 30, 2017	Totals - September 30, 2016
ASSETS				
Cash	$ 8,200	$ 1,500	$ 9,700	$ -
Investments	1,009,085	80,438	1,089,523	1,023,492
Receivables (net of allowances for uncollectables of $53,114 in 2017 and $62,509 in 2016):				
Taxes	66,818	178,047	244,865	68,388
Total Assets	$ 1,084,103	$ 259,985	$ 1,344,088	$ 1,091,880
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	$ 1,648	$ -	$ 1,648	$ 1,648
Due to Other Funds	-	-	-	5,329
Total Liabilities	1,648	-	1,648	6,977
Deferred Inflow of Resources:				
Unavailable Revenue	66,818	178,047	244,865	72,668
Total Deferred Inflows of Resources	66,818	178,047	244,865	72,668
Fund Balances:				
Restricted for:				
Debt Service	1,015,637	81,938	1,097,575	1,012,235
Total Fund Balances	1,015,637	81,938	1,097,575	1,012,235
Total Liabilities and Fund Balances	$ 1,084,103	$ 259,985	$ 1,344,088	$ 1,091,880

CITY OF COPPELL, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ALL DEBT SERVICE FUNDS - FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2017
(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016)
(UNAUDITED)

	General Obligation	Recreation Development Corporation	Totals - September 30, 2017	Totals - September 30, 2016
REVENUES:				
Taxes, Penalties and Interest	$ 9,135,214	$ 1,954,469	$ 11,089,683	$ 10,416,882
Investment Earnings	11,321	3,025	14,346	5,778
Total Revenues	9,146,535	1,957,494	11,104,029	10,422,660
EXPENDITURES:				
Principal Retirement	6,715,000	680,000	7,395,000	6,810,000
Interest and Fiscal Charges	2,349,970	1,273,719	3,623,689	3,609,074
Bond Issuance Costs	-	-	-	98,591
Total Expenditures	9,064,970	1,953,719	11,018,689	10,517,665
Excess (Deficiency) of Revenues Over (Under) Expenditures	81,565	3,775	85,340	(95,005)
OTHER FINANCING SOURCES (USES):				
Transfers In	-	-	-	274
Proceeds of Refunding Bonds	-	-	-	4,405,000
Premium on Refunding Bonds Issued	-	-	-	275,168
Payment to Refunded Bond Escrow Agent	-	-	-	(4,582,327)
Total Other Financing Sources	-	-	-	98,115
Excess of Revenues and Other Sources Over Expenditures	81,565	3,775	85,340	3,110
FUND BALANCES - October 1	934,072	$ 78,163	1,012,235	1,009,125
FUND BALANCES - September 30	$ 1,015,637	$ 81,938	$ 1,097,575	$ 1,012,235

Capital Projects Funds

Capital Projects Funds are used to account for financial resources used for the acquisition and construction of capital facilities (other than those financed by proprietary funds).

Streets Fund - To account for the financing and construction of various street construction projects.

Park Improvement Fund - To account for financing and capital improvement of and for City parks.

Drainage Fund - To account for financing and construction of various drainage projects within the City.

City Facilities Improvement Fund - To account for the financing and construction of City facilities.

City Funded Capital Improvement Project Fund - To account for the financing and construction of City funded capital improvement projects.

Recreation Development Fund - To account for the financing, construction and capital improvement of City parks, trails, library and other recreational projects.

CITY OF COPPELL, TEXAS

COMBINING BALANCE SHEET - ALL CAPITAL PROJECT FUNDS
SEPTEMBER 30, 2017
(WITH COMPARATIVE TOTALS FOR SEPTEMBER 30, 2016) (Continued)
(UNAUDITED)

ASSETS	Streets	Park Improvement	Drainage
Cash	$ 204,687	$ 246	$ 55,482
Investments	15,826,056	-	-
Receivables:			
Accounts	-	-	-
Interest	27,974	-	-
Total Assets	$ 16,058,717	$ 246	$ 55,482
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts Payable	$ 309,344	$ -	$ -
Retainage Payable	25,360	-	-
Unearned Revenue	1,114,358	-	-
Total Liabilities	1,449,062	-	-
Fund Balances:			
Restricted for Capital Projects	14,609,655	246	55,482
Total Liabilities and Fund Balances	$ 16,058,717	$ 246	$ 55,482

CITY OF COPPELL, TEXAS

(Combining Balance Sheet - All Capital Project Funds)
(Concluded)
(UNAUDITED)

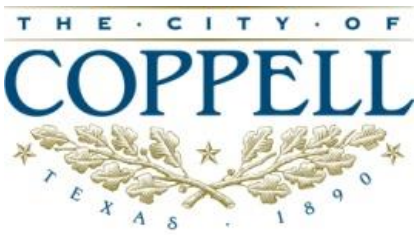
City Facilities	City Funded CIP	Recreation Development	Totals - September 30, 2017	Totals - September 30, 2016
$ 50,450	$ -	$ 27,056	$ 337,921	$ 1,319,386
1,077,216	4,576,358	1,771,005	23,250,635	33,722,432
-	-	-	-	96,115
-	749	239	28,962	15,755
$ 1,127,666	$ 4,577,107	$ 1,798,300	$ 23,617,518	$ 35,153,688
$ -	$ 224,833	$ 578,850	$ 1,113,027	$ 3,351,138
-	-	185,547	210,907	1,762,565
-	-	-	1,114,358	1,417,086
-	224,833	764,397	2,438,292	6,530,789
1,127,666	4,352,274	1,033,903	21,179,226	28,622,899
$ 1,127,666	$ 4,577,107	$ 1,798,300	$ 23,617,518	$ 35,153,688

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL CAPITAL PROJECT FUNDS - FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2017
(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016) (Continued)
(UNAUDITED)

	Streets	Park Improvement	Drainage
REVENUES:			
Intergovernment	$ 228,711	$ -	$ -
Investment Earnings	151,540	273	-
Contributions	326,728	-	-
Miscellaneous	28,098	-	-
Total Revenues	735,077	273	-
EXPENDITURES:			
Capital Outlay	1,590,790	38,419	-
Total Expenditures	1,590,790	38,419	-
Excess (Deficiency) of Revenues Over(Under) Expenditures	(855,713)	(38,146)	-
OTHER FINANCING SOURCES (USES):			
Operating Transfers In	-	-	-
Operating TransfersOut	-	(4,162)	-
Premium on GO Bonds Issued	-	-	-
Issuance of General Obligation Debt	-	-	-
Proceeds from Sale of Capital Assets	-	-	-
Total Other Financing Sources (Uses)	-	(4,162)	-
Excess (Deficiency) of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(855,713)	(42,308)	-
FUND BALANCES, October 1	15,465,368	42,554	55,482
FUND BALANCES, September 30	$ 14,609,655	$ 246	$ 55,482

(Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
All Capital Project Funds) (Concluded)
(UNAUDITED)

City Facilities	City Funded CIP	Recreation Development	Totals - September 30, 2017	Totals - September 30, 2016
$ -	$ -	$ -	$ 228,711	$ 3,318,234
5,660	11,690	33,309	202,472	126,010
-	-	-	326,728	-
-	-	-	28,098	-
5,660	11,690	33,309	786,009	3,444,244
812,666	1,389,285	11,805,933	15,637,093	33,421,685
812,666	1,389,285	11,805,933	15,637,093	33,421,685
(807,006)	(1,377,595)	(11,772,624)	(14,851,084)	(29,977,441)
4,162	3,844,778	1,763,188	5,612,128	2,986,316
-	-	-	(4,162)	(274)
-	-	-	-	975,886
-	-	-	-	10,680,000
1,799,445	-	-	1,799,445	-
1,803,607	3,844,778	1,763,188	7,407,411	14,641,928
996,601	2,467,183	(10,009,436)	(7,443,673)	(15,335,513)
131,065	1,885,091	11,043,339	28,622,899	43,958,412
$ 1,127,666	$ 4,352,274	$ 1,033,903	$ 21,179,226	$ 28,622,899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Permanent Fund

Permanent Funds are used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used to support programs of the City.

Perpetual Care Fund – To account for the assets and earnings used to support the operations and maintenance of the Rolling Oaks Cemetery.

CITY OF COPPELL, TEXAS

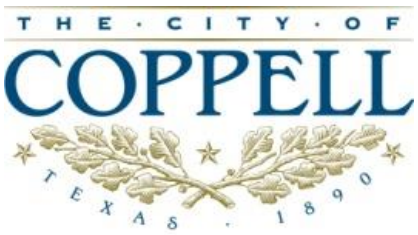
COMPARATIVE BALANCE SHEET - PERMANENT FUND
SEPTEMBER 30, 2017
(WITH COMPARATIVE TOTALS FOR SEPTEMBER 30, 2016)
(UNAUDITED)

	Rolling Oaks Cemetery Perpetual Care Fund	
	2017	2016
ASSETS		
Cash-Money Market	$ 69,459	$ 80,868
Investments	398,279	316,577
Interest Receivable	339	207
Total Assets	$ 468,077	$ 397,652
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts Payable	$ -	$ -
Total Liabilities	-	-
Fund Balance:		
Restricted for Perpetual Care	468,077	397,652
Total Fund Balance	468,077	397,652
Total Liabilities and Fund Balance	$ 468,077	$ 397,652

CITY OF COPPELL, TEXAS

COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
PERMANENT FUNDS- FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2017
(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016)
(UNAUDITED)

	Rolling Oaks Cemetery Perpetual Care Fund	
	2017	2016
REVENUES:		
Charges for Services	$ 68,290	$ 61,963
Investment Earnings	2,135	1,102
Total Revenues	70,425	63,065
EXPENDITURES:		
Culture and Recreation	-	-
Total Expenditures	-	-
Excess of Revenues Over Expenditures	70,425	63,065
FUND BALANCES - October 1	397,652	243,855
FUND BALANCES - September 30	$ 468,077	$ 306,920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Enterprise Fund

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the costs (expenses, including depreciation) of providing services are financed through user charges.

Water and Sewer Enterprise Fund - To account for the operations, maintenance and debt service of Water and Sewer activities.

CITY OF COPPELL, TEXAS

COMPARATIVE STATEMENT OF NET POSITION - ENTERPRISE FUND
SEPTEMBER 30, 2017 AND 2016
(UNAUDITED)

ASSETS	2017	2016
Cash	$ 138,333	$ 114,545
Investments	8,576,736	8,611,672
Receivables (Net of Allowances for Uncollectables of $223,310 in 2017 and $192,556 in 2016):		
Accounts	2,628,947	2,424,110
Interest	12,438	6,043
Other	372,635	348,448
Prepaid Items	270,688	733,416
Inventory	165,189	223,880
Restricted Assets:		
Cash	216,340	46,539
Investments	964,152	1,169,000
Fixed Assets (Net of Accumulated Depreciation)	49,820,289	51,015,535
Total Assets	63,165,747	64,693,188
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Outflow - Related to Pension	351,048	436,046
Deferred Charge on Refunding	-	79,961
Total Deferred Outflows of Resources	351,048	516,007
LIABILITIES		
Liabilities		
Accounts Payable	1,375,890	1,381,449
Accrued Liabilities	17,944	18,408
Accrued Interest	461	2,671
Payable From Restricted Assets:		
Deposits	551,611	504,880
Bonds Payable:		
Current	50,000	360,000
Long-Term	45,000	95,000
Net Pension Liability	915,978	900,450
Compensated Absences	82,926	68,294
Total Liabilities	3,039,810	3,331,152
DEFERRED INFLOWS OF RESOURCES		
Deferred Inflow - Related to Pension	26,934	29,700
Total Deferred Inflows of Resources	26,934	29,700
NET POSITION		
Net Position		
Net Investment in Capital Assets	49,725,289	50,640,496
Unrestricted	10,724,762	11,207,847
Total Net Position	$ 60,450,051	$ 61,848,343

CITY OF COPPELL, TEXAS

COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
ENTERPRISE FUND
FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2017 AND 2016
(UNAUDITED)

	2017	2016
OPERATING REVENUES:		
Water and Sewer Sales	$ 16,253,789	$ 14,319,323
Water and Sewer Connection Fees	31,466	23,980
Miscellaneous	209,685	380,390
Total Operating Revenues	16,494,940	14,723,693
OPERATING EXPENSES:		
Purchase of Water	6,277,347	5,893,822
Purchase of Sewer Treatment	4,390,477	3,673,477
Salaries and Wages	1,525,053	1,561,496
Supplies and Services	3,582,192	3,210,191
Depreciation	2,683,415	2,607,406
Total Operating Expenses	18,458,484	16,946,392
Operating Loss	(1,963,544)	(2,222,699)
NON-OPERATING REVENUES (EXPENSES):		
Transfer Out	(676,873)	(21,498)
Interest Income	226,286	192,447
Interest Expense and Fiscal Charges	(85,808)	(41,664)
Gain (Loss) on Sale of Fixed Assets	10,123	8,131
Impact and Availability Fees	283,050	308,511
Net Non-operating Revenues	(243,222)	445,927
Net Loss Before Capital Contributions	(2,206,766)	(1,776,772)
Capital Contributions	808,474	79,846
Net Loss	(1,398,292)	(1,696,926)
Net Position-October 1	61,848,343	63,545,269
Net Position - September 30	$ 60,450,051	$ 61,848,343

CITY OF COPPELL, TEXAS

COMPARATIVE STATEMENT OF CASH FLOWS - ENTERPRISE FUND
FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2017 AND 2016
(UNAUDITED)

	2017	2016
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES:		
Cash Received from Customers	$ 16,265,916	$ 14,959,081
Cash Paid to Suppliers	(13,687,887)	(13,075,629)
Cash Paid to Employees	(1,497,675)	(1,206,819)
Net Cash Provided by (Used in) Operating Activities	1,080,354	676,633
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Transfers to Other Funds	(676,873)	(21,498)
Net Cash Used in Noncapital Financing Activities	(676,873)	(21,498)
CASH FLOWS USED IN CAPITAL AND RELATED FINANCING ACTIVITIES:		
Acquisition and Construction of Capital Assets	(679,697)	(863,710)
Disposition of Capital Assets	10,123	8,131
Principal Payments on Long Term Obligations	(360,000)	(350,000)
Interest Paid	(8,057)	(18,459)
Water and Sewer Impact Fees Collected	283,050	308,511
Net Cash Used in Capital and Related Financing Activities	(754,581)	(915,527)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from Maturities of Investments	2,054,680	3,002,720
Purchase of Investments	(2,376,741)	(2,243,969)
Interest Received	219,891	187,393
Net Cash Provided (Used) by Investing Activities	(102,170)	946,144
Net Increase (Decrease) in Cash and Investments	(453,270)	685,752
Cash and Investments at the Beginning of the Year	4,905,706	4,219,954
Cash and Investments at the End of the Year	$ 4,452,436	$ 4,905,706
RECONCILIATION OF OPERATING LOSS TO CASH PROVIDED BY OPERATING ACTIVITIES:		
Operating Loss	$ (1,963,544)	$ (2,222,699)
Adjustments to Reconcile Operating Loss		
to Net Cash Provided by (Used in) Operating Activities:		
Depreciation	2,683,415	2,607,408
Provision for Doubtful Accounts	30,754	54,859
Change in Assets, Liabilities, Deferred Outflows, and Deferred Inflows:		
(Increase) Decrease in Receivables	(259,775)	180,530
(Increase) Decrease in Prepaid Expenses	462,728	(266,719)
(Increase) Decrease in Inventory	58,691	(80,961)
(Increase) Decrease in Deferred Outflows	(17)	13,167
Increase (Decrease) in Accounts Payable and Accrued Liabilities	(6,023)	61,283
Increase (Decrease) in Deposits	46,731	(11,745)
(Decrease) in Compensated Absences	14,632	(9,253)
Increase in Net Pension Liability	15,528	335,673
Increase in Deferred Inflows	(2,766)	15,090
Net Cash Provided by (Used in) Operating Activities	$ 1,080,354	$ 676,633
RECONCILIATION OF CASH AND INVESTMENTS TO THE BALANCE SHEET:		
Cash	$ 138,333	$ 114,545
Restricted Cash	216,340	46,539
Investments (TexPool & TexStar Only)	4,097,763	4,744,622
Total	$ 4,452,436	$ 4,905,706
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:		
Capital Asset Contributions from Developers	$ 808,474	$ 79,846

Internal Service Funds

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies on a cost-reimbursement basis.

Self Funded Health Fund – To account for the self funded health program provided by the City to its employees at no cost to the employees, and to their dependents, on a subsidized cost basis.

Capital Replacement Fund – To provide for capital fleet replacements based on the fleet services replacement schedule.

CITY OF COPPELL, TEXAS

COMPARATIVE STATEMENT OF NET POSITION -
SELF-FUNDED HEALTH INTERNAL SERVICE FUND
SEPTEMBER 30, 2017 AND 2016
(UNAUDITED)

	Self-Funded Health Fund	
ASSETS	2017	2016
Cash	$ 18,639	$ 670,236
Investments	1,980,845	1,016,409
Accounts Receivable	954,417	84,307
Interest Receivable	1,489	-
Due from Other Funds	15,300	56,514
Prepaid Items	24,679	-
Total Assets	$ 2,995,369	$ 1,827,466
LIABILITIES AND NET POSITION		
Liabilities:		
Claims Liability	$ 831,036	$ 523,717
Accounts Payable	2,091	48,780
Due to Other Funds	109,953	-
Total Liabilities	943,080	572,497
Net Position:		
Unrestricted	2,052,289	1,254,969
Total Net Position	2,052,289	1,254,969
Total Liabilities and Net Position	$ 2,995,369	$ 1,827,466

CITY OF COPPELL, TEXAS

COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - SELF-FUNDED HEALTH INTERNAL SERVICE FUND
FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2017 AND 2016
(UNAUDITED)

	Self-Funded Health Fund	
	2017	2016
OPERATING REVENUES:		
City and Employee Contributions	$ 5,460,939	$ 5,417,432
Total Operating Revenues	5,460,939	5,417,432
OPERATING EXPENSES:		
Claims	3,865,039	4,015,995
Contractual Services and Charges	815,038	676,391
Wellness Program	-	246,905
Total Operating Expenses	4,680,077	4,939,291
Operating Income	780,862	478,141
NON-OPERATING REVENUES:		
Investment Earnings	16,458	5,632
Net Non-Operating Revenues	16,458	5,632
Income before operating transfers	797,320	483,773
Operating Transfers	-	-
Net Income	797,320	483,773
Net Position - October 1	1,254,969	771,196
Net Position - September 30	$ 2,052,289	$ 1,254,969

CITY OF COPPELL, TEXAS

COMPARATIVE STATEMENT OF CASH FLOWS - SELF-FUNDED HEALTH INTERNAL SERVICE FUND
FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2017 AND 2016
(UNAUDITED)

	Self-Funded Health Fund	
	2017	2016
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES:		
Cash Received from City and Employee Contributions	$ 4,590,829	$ 5,516,169
Cash Payments for Claims	(3,557,720)	(4,309,552)
Cash Payments for Contractual Services and Charges	(839,717)	(676,391)
Cash Payments for Wellness Program	63,264	(270,581)
Net Cash Provided by (Used In) Operating Activities	256,656	259,645
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Due from Other Funds	41,214	(56,514)
Net Cash Provided by Noncapital Financing Activities	41,214	(56,514)
CASH FLOWS (USED IN) INVESTING ACTIVITIES:		
Proceeds from Maturities of Investments	400,503	495,259
Purchase of Investments	(798,736)	-
Interest Received	14,969	6,139
Net Cash Provided by (Used In) Investing Activities	(383,264)	501,398
Net Increase (Decrease) in Cash and Cash Equivalents	(85,394)	704,529
Cash and Investments at the Beginning of the Year	1,686,645	982,116
Cash and Investments at the End of the Year	$ 1,601,251	$ 1,686,645
RECONCILIATION OF OPERATING INCOME (LOSS) TO CASH PROVIDED BY OPERATING ACTIVITIES:		
Operating Income(Loss)	$ 780,862	$ 478,141
Adjustments to Reconcile Operating Income to Net Cash Provided by (used in) Operating Activities:		
(Increase) Decrease in Receivables	(870,110)	98,737
Decrease in Prepaid Items	(24,679)	-
Decrease in Accounts Payable	(46,689)	(23,676)
Increase in Due to Other Funds	109,953	-
Increase (Decrease) in Unpaid Claims	307,319	(293,557)
Net Cash Provided by (used in) Operating Activities	$ 256,656	$ 259,645
RECONCILIATION OF CASH AND INVESTMENTS TO THE STATEMENT OF NET POSITION:		
Cash	$ 18,639	$ 670,236
Investments (TexPool & TexStar Only)	1,582,612	1,016,409
Total	$ 1,601,251	$ 1,686,645

CITY OF COPPELL, TEXAS

COMPARATIVE STATEMENT OF NET POSITION -
CAPITAL REPLACEMENT INTERNAL SERVICE FUND
SEPTEMBER 30, 2017 AND 2016
(UNAUDITED)

	Capital Replacement Fund	
ASSETS	2017	2016
Cash	$ 1,165,354	$ 638,938
Investments	597,350	-
Interest Receivable	2,233	-
Total Assets	$ 1,764,937	$ 638,938
LIABILITIES AND NET POSITION		
Liabilities:		
Total Liabilities	$ -	$ -
Net Position:		
Unrestricted	1,764,937	638,938
Total Net Position	1,764,937	638,938
Total Liabilities and Net Position	$ 1,764,937	$ 638,938

CITY OF COPPELL, TEXAS

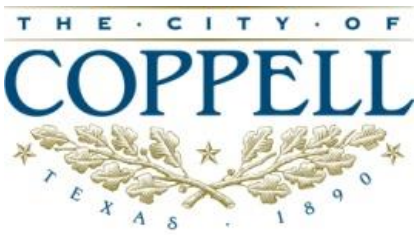
COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION -
CAPITAL REPLACEMENT INTERNAL SERVICE FUND
FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2017 AND 2016
(UNAUDITED)

	Capital Replacement Fund	
	2017	2016
OPERATING REVENUES:		
Total Operating Revenues	$ -	$ -
OPERATING EXPENSES:		
Total Operating Expenses	-	-
Operating Income	-	-
NON-OPERATING REVENUES:		
Interest Income	4,276	-
Net Non-Operating Revenues	4,276	-
Income before operating transfers	4,276	-
Operating Transfers	1,121,723	444,672
Net Income	1,125,999	444,672
Net Position - October 1	638,938	194,266
Net Position - September 30	$ 1,764,937	$ 638,938

CITY OF COPPELL, TEXAS

COMPARATIVE STATEMENT OF CASH FLOWS - CAPITAL REPLACEMENT INTERNAL SERVICE FUND
FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2017 AND 2016
(UNAUDITED)

	Capital Replacement Fund	
	2017	2016
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net Cash Provided by Operating Activities	$ -	$ -
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Transfers from Other Funds	1,121,723	444,672
Net Cash Provided by Noncapital Financing Activities	1,121,723	444,672
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from Maturities of Investments	-	-
Purchase of Investments	(597,350)	-
Interest Received	2,043	-
Net Cash Used In Investing Activities	(595,307)	-
Net Increase in Cash and Cash Equivalents	526,416	444,672
Cash and Investments at the Beginning of the Year	638,938	194,266
Cash and Investments at the End of the Year	$ 1,165,354	$ 638,938
RECONCILIATION OF OPERATING INCOME TO CASH PROVIDED BY OPERATING ACTIVITIES:		
Operating Income	$ -	$ -
Net Cash Provided by Operating Activities	$ -	$ -
RECONCILIATION OF CASH AND INVESTMENTS TO THE STATEMENT OF NET POSITION:		
Cash	$ 1,165,354	$ 638,938
Investments (TexPool & TexStar Only)	-	-
Total	$ 1,165,354	$ 638,938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Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and which cannot be used to support the City's own programs. The three types of fiduciary funds used by the City are a Private-purpose Trust Fund which is used to account for trust arrangements under which principal and income benefit individuals, private organizations, or other governments; an Other Employment Benefit Trust Fund which is used to report resources that are required to be held in trust for the members and beneficiaries of OPEB (other post-employment benefit) plans; and an Agency Fund which is used to account for assets held by the City as an agent for individuals, private organizations, other governmental agencies and/or other funds.

Pre-need Trust Fund – A Private-purpose Trust Fund used to hold funds for memorial merchandise for individuals who have entered pre-need contracts.

OPEB Trust Fund – An Other Employment Benefit Trust Fund used to report resources held in trust for the healthcare benefits of members.

Health Reimbursement Arrangement Fund – An Agency Fund used to account for contributions and disbursements on behalf of members of the Health Reimbursement Arrangement.

CITY OF COPPELL, TEXAS

COMPARATIVE STATEMENT OF FIDUCIARY NET POSITION
PRIVATE PURPOSE TRUST FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30,2017
(WITH COMPARATIVE TOTALS FOR SEPTEMBER 30, 2016)
(UNAUDITED)

	Private-purpose Trust	
	2017	2016
ASSETS		
Cash- Money Market	$ 198,244	$ 126,034
Accounts Receivable	6,331	1,871
Total Assets	$ 204,575	$ 127,905
LIABILITIES AND NET POSITION		
Liabilities:		
Accounts Payable	$ 1,194	$ 1,350
Deposits	203,381	126,555
Total Liabilities	204,575	127,905
Net Position		
Held in trust for cemetery	-	-
Total Net Position	$ -	$ -

CITY OF COPPELL, TEXAS

COMPARATIVE STATEMENT OF CHANGES IN NET POSITION - PRIVATE PURPOSE TRUST FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2017
(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016)
(UNAUDITED)

	Private-purpose Trust	
	2017	2016
ADDITIONS		
Investment Earnings	$ -	$ -
Total Additions	-	-
DEDUCTIONS:		
Interest and Fiscal Charges	-	-
Total Deductions	-	-
Net Increase (Decrease)	-	-
Net Position held in trust, October 1	-	-
Net Position held in trust, September 30	$ -	$ -

CITY OF COPPELL, TEXAS

COMPARATIVE STATEMENT OF FIDUCIARY NET POSITION
OTHER EMPLOYEE BENEFIT TRUST FUND
FOR THE FISCAL YEAR ENDED DECEMBER 31,2016
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2015)
(UNAUDITED)

	Other Employee Benefit Trust	
	2016	2015
ASSETS		
Cash- Money Market	$ 211,965	$ 198,871
Total Assets	$ 211,965	$ 198,871
LIABILITIES AND NET POSITION		
Liabilities:		
Deposits	$ -	$ -
Total Liabilities	-	-
Net Position		
Held in Trust for Other Postemployment Benefit Plan	211,965	198,871
Total Net Position	$ 211,965	$ 198,871

CITY OF COPPELL, TEXAS

COMPARATIVE STATEMENT OF CHANGES IN NET POSITION - OTHER EMPLOYEE BENEFIT TRUST FUND
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2016
(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED DECEMBER 31, 2015)
(UNAUDITED)

	Other Postemployment Benefit Trust	
	2016	2015
ADDITIONS		
Investment Earnings	$ 14,346	$ -
Total Additions	14,346	-
DEDUCTIONS:		
Interest and Fiscal Charges	1,252	2,123
Total Deductions	1,252	2,123
Net Increase (Decrease)	13,094	(2,123)
Net Position held in trust, October 1	198,871	200,994
Net Position held in trust, September 30	$ 211,965	$ 198,871

CITY OF COPPELL, TEXAS

COMBINING STATEMENT OF ASSETS AND LIABILITIES
AGENCY FUND
SEPTEMBER 30, 2017

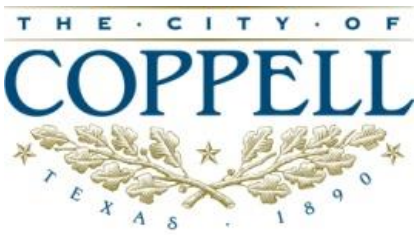
	Health Reimbursement Arrangement	Total Agency Fund
ASSETS		
Cash	$ -	$ -
Investments With Fiscal Agents	663,951	663,951
Interest Receivable	173	173
Due from Other Funds	109,953	109,953
Total Assets	$ 774,077	$ 774,077
LIABILITIES		
Due to Other Funds	$ 43,158	$ 43,158
Due to Members	730,919	730,919
Total Liabilities	$ 774,077	$ 774,077

CITY OF COPPELL, TEXAS

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2017
(UNAUDITED)

HEALTH REIMBURSEMENT ARRANGEMENT

	October 1, 2016	Additions	Deductions	September 30, 2017
ASSETS				
Cash	$ -	$ 1,119,256	$ 1,119,256	$ -
Investments With Fiscal Agents	881,380	760,769	978,198	663,951
Interest Receivable	159	173	159	173
Due from Other Funds	-	109,953	-	109,953
Total Assets	$ 881,539	$ 1,990,151	$ 2,097,613	$ 774,077
LIABILITIES				
Due to Other Funds	$ 56,514	$ 43,158	$ 56,514	$ 43,158
Due to Members	825,025	217,338	311,444	730,919
Total Liabilities	$ 881,539	$ 260,496	$ 367,958	$ 774,077


THE · CITY · OF
COPPELL
TEXAS · 1890

CONTINUING FINANCIAL DISCLOSURE TABLES

(Unaudited)

The Continuing Financial Disclosure Tables present various financial data originally distributed in a debt official statement. The City is required to update financial tables originally distributed in a debt official statement by March 30 of each year. The financial information is also sent to each nationally recognized municipal securities information repository ("NRMSIR") and to any state information depository ("SID") that is designated by the State of Texas and approved by the Securities and Exchange Commission ("SEC").

COPPELL RECREATION DEVELOPMENT CORPORATION
2018 SALES TAX REVENUE DEBT REPORT

Table 1 - Debt Service Requirements

Fiscal Year Ending	Outstanding Sales Tax Revenue Debt Service			Percent of Principal Retired
	Principal	Interest	Total	
2018	$ 710,000	$ 1,246,519	$ 1,956,519	
2019	260,000	1,218,119	1,478,119	
2020	1,035,000	1,207,719	2,242,719	
2021	1,085,000	1,155,969	2,240,969	
2022	1,140,000	1,101,719	2,241,719	14.43%
2023	1,200,000	1,044,719	2,244,719	
2024	1,260,000	984,719	2,244,719	
2025	1,320,000	921,719	2,241,719	
2026	1,385,000	855,719	2,240,719	
2027	1,455,000	786,469	2,241,469	37.02%
2028	1,530,000	713,718	2,243,718	
2029	1,605,000	637,218	2,242,218	
2030	1,685,000	556,968	2,241,968	
2031	1,740,000	502,206	2,242,206	
2032	1,795,000	445,656	2,240,656	65.53%
2033	1,860,000	385,075	2,245,075	
2034	1,925,000	319,975	2,244,975	
2035	1,990,000	252,600	2,242,600	
2036	2,070,000	173,000	2,243,000	
2037	2,155,000	90,200	2,245,200	99.66%
2038	100,000	4,000	104,000	100.00%
	$ 29,305,000	$ 14,604,006	$ 43,909,006	

Table 2 - Historical City Receipts of 1/2 of 1% Sales Tax

2001 Collections	$ 2,364,824
2002 Collections	$ 1,835,310
2003 Collections	$ 2,061,104
2004 Collections	$ 2,606,636
2005 Collections	$ 3,692,408
2006 Collections	$ 4,926,671
2007 Collections	$ 5,327,312
2008 Collections	$ 5,394,582
2009 Collections	$ 5,891,166
2010 Collections	$ 5,348,188
2011 Collections	$ 5,785,427
2012 Collections	$ 6,466,073
2013 Collections	$ 7,557,256
2014 Collections	$ 7,947,078
2015 Collections	$ 8,506,346
2016 Collections	$ 9,328,626
2017 Collections	$ 10,170,247

COPPELL RECREATION DEVELOPMENT CORPORATION
2018 SALES TAX REVENUE DEBT REPORT

Table 3 - Calculation of Coverage for the Issuance of Additional Bonds

Sales Tax Collection for Fiscal Year September 30, 2017	$	10,170,247
Maximum Annual Debt Service, 2018-2038	$	2,245,200
Coverage of Maximum Requirements by 9-30-17 Collections		4.53x
Average Annual Debt Service, 2018-2038	$	2,090,905
Coverage of Average Requirements by 9-30-17 Collections		4.86x

Table 4 - Current Investments (As of 9/30/17)

Description	Percent of Portfolio	Purchase Price	Market Value
TexPool	22.89 %	$ 29,540,408	$ 29,541,294
TexStar	22.65	29,239,815	29,240,458
U.S. Treasury Note	24.30	31,357,391	31,299,904
Federal Home Loan Bank	16.06	20,724,433	20,746,460
Federal Home Loan Mortgage Corporation	12.71	16,404,947	16,423,600
Federal Farm Credit Banks	1.39	1,798,326	1,798,754
	100.00 %	$ 129,065,320	$ 129,050,470

CITY OF COPPELL, TEXAS
2018 GENERAL OBLIGATION DEBT REPORT

Table 1 - Valuation, Exemptions and Tax Supported Debt

2017/18 Market Valuation Established by Dallas/Denton Central Appraisal District (excluding totally exempt property)			$	8,221,096,837
Less Exemptions/Reductions at 100% Market Value:				
Over 65 and Disabled Persons	$	131,159,405		
Disabled Veterans		6,236,790		
Freeport		584,732,255		
Open-Space and Timberland Use Reductions		42,234,146		
Tax Abatement Reductions		216,183,156		
Capped Value Loss		56,597,882		
Pollution Control		111,725		
Residential Homesteads		183,737,026		
Parcels Under 500		18,880		
			$	1,221,011,265
Taxable Assessed Valuation			$	7,000,085,572
General Obligation Debt Payable from Ad Valorem Taxes (as of 9/30/17)			$	63,740,000
Less Self-Supporting Debt[(1)]	$	95,000		
General Obligation Debt Payable from Ad Valorem Taxes			$	63,645,000
General Obligation Interest and Sinking Fund as of 9/30/17			$	1,015,637
Ratio General Obligation Tax Debt to Taxable Assessed Valuation				0.91%

2017 Estimated Population - 40,820
Per Capita Taxable Assessed Valuation - $171,487
Per Capita General Obligation Debt Payable from Ad Valorem Taxes - $1,559

(1) Principal amount of Water and Sewer GO Refunding bonds outstanding.
These bonds will mature in 2019.

Table 2 - Taxable Assessed Valuation by Category

	Taxable Appraised Value for Fiscal Year Ended September 30,					
	2018		2017		2016	
Category	Amount	% of Total	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	$ 4,446,900,733	54.09%	$ 4,212,335,338	49.77%	$ 3,807,498,227	51.23%
Real, Residential, Multi-Family	375,089,722	4.56%	357,801,290	4.23%	321,765,860	4.33%
Real, Vacant Lots/Tracts	115,529,703	1.40%	117,786,250	1.39%	106,017,523	1.43%
Real, Acreage (Land Only)	42,261,365	0.51%	42,786,165	0.51%	32,856,455	0.44%
Real, Farm and Ranch Improvements	-	0.00%	-	0.00%	-	0.00%
Real, Commercial	1,514,818,141	18.43%	1,856,607,166	21.94%	1,333,438,210	17.94%
Real, Industrial	43,320,140	0.53%	59,375,600	0.70%	39,127,500	0.53%
Real, Oil, Gas and Other Mineral Reserves	469,220	0.01%	213,670	0.00%	1,594,320	0.02%
Real and Tangible Personal, Utilities	68,375,010	0.83%	93,776,490	1.11%	92,519,820	1.24%
Tangible Personal, Commercial	1,506,676,353	18.33%	1,600,082,059	18.91%	1,601,069,729	21.54%
Tangible Personal, Industrial	104,603,760	1.27%	119,187,770	1.41%	92,305,690	1.24%
Tangible Personal, Mobile Homes	2,598,290	0.03%	2,775,910	0.03%	2,817,370	0.04%
Other	454,400	0.01%	514,140	0.01%	1,724,140	0.02%
Total Appraised Value Before Exemptions	$ 8,221,096,837	100.00%	$ 8,463,241,848	100.00%	$ 7,432,734,844	100.00%
Less: Total Exemptions/Reductions	1,221,011,265		1,798,740,587		1,202,018,419	
Adjustments	-		-		(55,118,450)	
Taxable Assessed Value	$ 7,000,085,572		$ 6,664,501,261		$ 6,175,597,975	

	Taxable Appraised Value for Fiscal Year Ended September 30,					
	2015		2014		2013	
Category	Amount	% of Total	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	$ 3,500,331,336	42.58%	$ 3,288,784,112	53.68%	$ 3,168,720,741	54.95%
Real, Residential, Multi-Family	285,837,800	3.48%	263,123,120	4.29%	243,261,200	4.22%
Real, Vacant Lots/Tracts	68,335,215	0.83%	74,112,853	1.21%	71,914,620	1.25%
Real, Acreage (Land Only)	48,489,102	0.59%	45,019,393	0.73%	50,568,121	0.88%
Real, Farm and Ranch Improvements	-	0.00%	-	0.00%	-	0.00%
Real, Commercial	1,298,737,208	15.80%	1,082,066,405	17.66%	1,016,303,986	17.62%
Real, Industrial	30,826,940	0.37%	29,438,020	0.48%	27,642,970	0.48%
Real, Oil, Gas and Other Mineral Reserves	1,298,956	0.02%	1,536,920	0.03%	6,194,750	0.11%
Real and Tangible Personal, Utilities	77,927,600	0.95%	67,229,410	1.10%	56,180,410	0.97%
Tangible Personal, Commercial	1,288,848,410	15.68%	1,139,705,148	18.60%	1,008,311,643	17.48%
Tangible Personal, Industrial	106,438,060	1.29%	128,363,890	2.10%	107,604,240	1.87%
Tangible Personal, Mobile Homes	2,874,890	0.03%	2,919,290	0.05%	3,015,140	0.05%
Other	90	0.00%	4,466,256	0.07%	7,157,565	0.12%
Total Appraised Value Before Exemptions	$ 6,709,945,607	81.62%	$ 6,126,764,817	100.00%	$ 5,766,875,386	100.00%
Less: Total Exemptions/Reductions	1,032,663,582		896,835,796		793,250,140	
Adjustments	(60,929,323)		(28,500,007)		(28,263,475)	
Taxable Assessed Value	$ 5,616,352,702		$ 5,201,429,014		$ 4,945,361,771	

Table 3 - Valuation and Tax Supported Debt History

Fiscal Year Ended 9/30	Estimated City Population [1]	Taxable Assessed Valuation [2]	Per Capita Taxable Assessed Valuation	General Obligation (G.O.) Tax Debt	Per Capita G. O. Tax Debt	Ratio G.O. Tax Debt to Taxable Assessed Valuation
2009	39,565	4,815,680,236	121,716	83,835,000	2,119	1.74%
2010	39,750	4,844,850,370	121,883	77,845,000	1,958	1.61%
2011	38,950	4,808,438,226	123,452	86,815,000	2,229	1.81%
2012	39,070	4,798,184,918	122,810	80,080,000	2,050	1.67%
2013	39,090	4,945,361,771	126,512	80,010,000	2,047	1.62%
2014	39,380	5,201,429,014	132,083	72,100,000	1,831	1.39%
2015	40,000	5,616,352,702	140,409	65,935,000	1,648	1.17%
2016	40,170	6,175,597,975	153,737	70,360,000	1,752	1.14%
2017	40,310	6,664,501,261	165,331	63,645,000	1,579	0.95%
2018	40,820	7,000,085,572	171,487	57,625,000 [1]	1,412 [1]	0.82% [1]

(1) Source: City of Coppell.
(2) As reported by the Dallas Central Appraisal District by the City's Annual State Property Tax Board Reports. Subject to change during the ensuing year.

Table 4 - Tax Rate, Levy and Collection History

Fiscal Year Ended	Tax Rate	General Fund	Interest and Sinking Fund	Tax Levy	% Current Collections	% Total Collections
2009	0.64146	0.49577	0.14569	$ 30,818,744	99.58%	99.99%
2010	0.64146	0.49577	0.14569	$ 31,054,188	99.54%	99.98%
2011	0.69046	0.49577	0.19469	$ 33,210,670	99.48%	99.90%
2012	0.69046	0.49577	0.19469	$ 33,244,598	99.61%	99.90%
2013	0.67046	0.46571	0.20475	$ 33,246,114	99.56%	99.87%
2014	0.63750	0.43750	0.20000	$ 33,104,766	99.60%	99.86%
2015	0.60649	0.44249	0.16400	$ 33,976,030	99.75%	99.89%
2016	0.58400	0.44808	0.13592	$ 36,047,054	99.73%	99.73%
2017	0.57950	0.44333	0.13617	$ 38,644,969	99.77%	99.77%
2018	0.57950	0.46348	0.11602	$ 40,565,496	49.06% [1]	49.06% [1]

(1) Collections through December 31, 2017.

Table 5 - Ten Largest Taxpayers

Name of Taxpayer	Nature of Property	2017/18 Taxable Assessed Valuation	% of Total Taxable Assessed Valuation
Duke Realty LTD PS	Office/Warehouse	$ 160,957,925	2.30 %
St Marin Apts II LLC	Multi-Family Complex	77,000,000	1.10
Western A South TX LLC	Office/Warehouse	69,987,345	1.00
Columbia Texas Beltline Indust	Office/Warehouse	49,886,110	0.71
G&I IX Sandy Northpoint LLC	Real Estate Investment	49,050,160	0.70
Star Lakeside LLC	Multi-Family Complex	47,250,000	0.67
BG Victorien Rivechase LLC	Multi-Family Complex	39,000,000	0.56
Coppell Properties LLC	Multi-Family Complex	37,086,690	0.53
Teachers Ins. & Annuity Assoc.	Office/Warehouse	36,890,360	0.53
LIT HW1 LP	Office/Warehouse	36,480,000	0.52
		$ 603,588,590	8.62 %

Table 6 - Tax Adequacy

2018 Principal and Interest Requirements ……	$	8,200,468
$0.11834 Tax Rate at 99% Collection Produces ……	$	8,201,062
Average Annual Principal and Interest Requirements, 2018-2036……	$	4,190,280
$0.06047 Tax Rate at 99% Collection Produces ……	$	4,190,622

Table 7 - General Obligation Debt Service Requirements

Fiscal Year Ending 30-Sep	Principal	Interest	Total P&I	Percent of Principal Retired
2018	$ 6,020,000	$ 2,180,468	$ 8,200,468	
2019	6,120,000	1,999,436	8,119,436	
2020	5,560,000	1,837,491	7,397,491	
2021	5,020,000	1,685,550	6,705,550	
2022	5,095,000	1,516,199	6,611,199	43.70%
2023	4,805,000	1,324,274	6,129,274	
2024	4,905,000	1,129,625	6,034,625	
2025	4,015,000	952,949	4,967,949	
2026	4,070,000	795,550	4,865,550	
2027	3,585,000	646,575	4,231,575	77.30%
2028	3,230,000	515,274	3,745,274	
2029	2,090,000	414,024	2,504,024	
2030	2,170,000	329,751	2,499,751	
2031	2,260,000	238,207	2,498,207	
2032	1,275,000	165,000	1,440,000	94.62%
2033	1,320,000	111,444	1,431,444	
2034	675,000	70,700	745,700	
2035	700,000	43,200	743,200	
2036	730,000	14,600	744,600	100.00%
	$ 63,645,000	$ 15,970,317	$ 79,615,317	

Table 8 - Interest and Sinking Fund Budget Projection

Tax Supported Debt Service Requirements, Fiscal Year Ending 9-30-18			$ 8,200,468
Interest and Sinking Fund, 9-30-17	$	1,015,637	
Budgeted Interest and Sinking Fund Tax Levy		8,121,989	
Estimated Investment Income		10,000	
Penalty and Interest and Delinquents		40,000	$ 9,187,626
Estimated Balance, 9-30-18			$ 987,158

CITY OF COPPELL, TEXAS
2018 GENERAL OBLIGATION DEBT REPORT

Table 9 - Computation of Self-Supporting Debt

Net System Revenue Available, Fiscal Year Ended 9-30-17	$ 1,254,668
Less: Requirements for Revenue Bonds (2017)	-
Balance Available for Other Purposes	$ 1,254,668
Requirements for System Tax Bonds	52,051
Percentage of System General Obligation Bonds Self-Supporting	100%

Table 10 - Authorized But Unissued General Obligation Bonds

Purpose	Date Authorized	Amount Authorized	Amount Previously Issued	Unissued Balance
Park Improvements	3/3/1990	$ 1,030,000	$ 835,000	$ 195,000
Street Improvements	3/3/1990	7,750,000	7,665,000	85,000
Drainage Improvements	3/3/1990	800,000	400,000	400,000
Police and Fire Improvements	3/3/1990	1,400,000	1,295,000	105,000
Library Improvements	3/3/1990	2,600,000	2,520,000	80,000
Drainage Improvements	11/2/1999	1,700,000	700,000	1,000,000
Street Improvements	11/2/1999	30,345,000	30,341,390	3,610
		$ 45,625,000	$ 43,756,390	$ 1,868,610

Table 11 - Other Obligations

A summary of Capital Lease Obligations activity for the year ended September 30, 2017 is as follows:

Outstanding October 1, 2016	$ -
Additions	-
Reductions	-
Outstanding September 30, 2017	$ -

Table 12 - Change in Net Position

	Fiscal Years Ended September 30,				
	2017	2016	2015	2014	2013
Revenues:					
Program Revenues:					
Charges for Services	$ 9,064,698	$ 9,248,490	$ 9,262,812	$ 10,651,438	$ 11,371,701
Operating Grants and Contributions	449,291	29,312	58,957	44,046	40,164
Capital Grants and Contributions	2,910,301	3,711,097	9,264,802	8,039,088	2,312,920
General Revenue:					
Property Tax	38,572,813	36,279,008	34,077,476	33,392,778	33,180,127
Sales Tax	40,801,360	33,794,720	30,250,169	28,014,382	26,696,689
Franchise Tax	4,486,071	4,264,029	4,213,325	4,073,248	3,790,673
Hotel Occupancy Tax	155,109 C	-	-	-	-
Investment Earnings	930,196	456,745	137,436	382,434	436,570
Miscellaneous	946,365	546,169	404,138	744,785	290,681
Gain on Sale of Capital Assets	-	107,913	449,885	399,266	794,120
Total Revenues	$ 98,316,204	$ 88,437,483	$ 88,119,000	$ 85,741,465	$ 78,913,645
Expenditures:					
General Government	$ 11,749,067	$ 13,512,952	$ 10,220,976	$ 9,344,697	$ 8,332,043
Public Safety	29,539,397	23,764,655	25,269,499	23,587,427	23,420,063
Public Works	20,487,731	20,040,386	21,997,180	18,963,274	18,566,784
Cultural and Recreational	15,434,727	14,162,493	14,659,086	12,246,721	11,129,531
Bond Issuace Costs	-	254,203	929,977	-	-
Interest on Long-Term Debt	3,194,139	3,309,550	3,372,392	3,301,001	3,705,832
Total Expenditures	$ 80,405,061	$ 75,044,239	$ 76,449,110	$ 67,443,120	$ 65,154,253
Increase in Net Position Before Transfers	17,911,143	13,393,244	11,669,890	18,298,345	13,759,392
Transfers	676,873	21,498	12,411	-	-
Increase in Net Position	$ 18,588,016	$ 13,414,742	$ 11,682,301	$ 18,298,345	$ 13,759,392
Net Position - October 1	267,967,840	254,553,098	242,870,797 B	233,984,571 A	220,845,000
Net Position - September 30	$ 286,555,856	$ 267,967,840	$ 254,553,098	$ 252,282,916	$ 234,604,392

A: Implementation of GASB 65 required a $619,821 adjustment to beginning fund balance to remove the deferred bond issuance costs the was shown on the Government-wide Statement of Net Position in fiscal year 2013.
B: Implementation of GASB 68 requried a $9,412,119 adjustment to beginning fund balance to recognize net pension liability and beginning defered outflow for contributions made after the measurement date in fiscal year 2015.
C: Hotel Occumpancy Tax started in fiscal year 2017.

Table 12A - General Fund Revenue and Expenditure History

	Fiscal Years Ended September 30,				
	2017	2016	2015	2014	2013
Revenues:					
Taxes, Penalties and Interest	$ 50,697,887	$ 47,302,860	$ 42,225,701	$ 39,168,116	$ 38,458,478
Charges for Services	4,124,488	4,074,572	3,870,908	5,045,434	5,990,790
Licenses and Permits	2,512,408	2,552,730	2,791,548	2,299,004	2,620,971
Intergovernmental	76,086	21,520	-	2,742	-
Interest	478,037	229,721	64,199	61,685	71,472
Fine and Forfeitures	983,475	1,199,787	1,068,806	877,385	966,474
Miscellaneous	833,091	499,502	496,532	697,233	921,687
Total Revenues	$ 59,705,472	$ 55,880,692	$ 50,517,694	$ 48,151,599	$ 49,029,872
Expenditures:					
General Government	$ 10,245,208	$ 9,344,357	$ 9,126,613	$ 8,454,618	$ 7,628,632
Public Safety	22,451,030	20,857,320	20,138,839	19,095,720	18,718,026
Public Works	7,297,836	6,518,869	6,159,757	5,970,336	6,321,030
Cultural and Recreational	10,789,323	10,393,063	9,721,720	9,421,180	8,507,940
Capital Outlay	2,778,726	4,418,186	3,537,570	3,832,967	4,859,547
Debt Service	-	-	-	-	-
Total Expenditures	53,562,123	51,531,795	48,684,499	46,774,821	46,035,175
Excess (Deficiency) of Revenues Over (Under) Expenditures	6,143,349	4,348,897	1,833,195	1,376,778	2,994,697
Capital Leases and Bonds Payable	-	-	-	-	-
Proceeds from Sale of Capital Assets	524,478	346,492	1,104,742	972,487	377,554
Operating Transfers - Net	(6,305,392)	(2,852,905)	(1,733,110)	(4,834,846)	640,285
Total Other Sources (Uses)	(5,780,914)	(2,506,413)	(628,368)	(3,862,359)	1,017,839
Net Change in Fund Balance	362,435	1,842,484	1,204,827	(2,485,581)	4,012,536
Beginning Fund Balance	56,898,793	55,056,309	53,851,482	56,337,063	52,324,527
Ending Fund Balance	$ 57,261,228	$ 56,898,793	$ 55,056,309	$ 53,851,482	$ 56,337,063

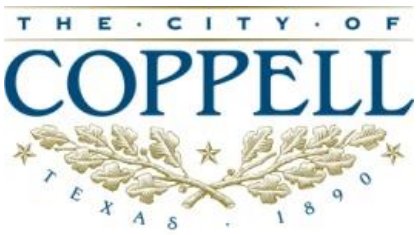
Table 13 - Municipal Sales Tax History

Fiscal Year Ended 9/30		Total Collected	1% Sales Tax	Recreation 1/2% Sales Tax	Educational 1/2% Sales Tax (3)	Street Maintenance 1/4% Sales Tax (4)	Crime Prevention 1/4% Sales Tax (4)	% of Ad Valorem Tax Levy	Equivalent of Ad Valorem Tax Rate	Per Capita
2004		9,774,137	4,560,865	2,606,636	2,606,636	-	-	40.31%	0.2614	252.89
2005	(1)	13,094,586	5,982,285	3,692,408	3,419,893	-	-	52.58%	0.3411	330.96
2006		16,928,728	7,075,386	4,926,671	4,926,671	-	-	64.68%	0.4195	431.76
2007		18,749,909	8,095,285	5,327,312	5,327,312	-	-	68.30%	0.4381	476.28
2008		19,033,818	8,330,729	5,394,582	3,189,516	1,094,351	1,024,640	64.38%	0.4130	481.07
2009		21,427,532	9,752,693	5,891,166	556,353	2,667,500	2,559,820	69.53%	0.4450	541.58
2010		19,304,765	8,667,690	5,348,188	-	2,674,187	2,614,700	62.16%	0.3985	485.65
2011		20,680,984	9,150,272	5,785,427	-	2,892,815	2,852,470	62.23%	0.4301	530.96
2012		23,038,077	10,153,293	6,466,073	-	3,233,150	3,185,561	69.30%	0.4801	589.66
2013		26,652,275	11,611,235	7,557,256	-	3,778,760	3,705,024	80.20%	0.5389	681.82
2014		27,946,909	12,089,150	7,947,078	-	3,973,678	3,937,003	84.46%	0.5373	709.67
2015		29,894,710	12,921,641	8,506,346	-	4,253,323	4,213,400	88.02%	0.5323	747.37
2016		33,715,840	15,107,000	9,328,626	-	4,664,313	4,615,901	93.47%	0.5411	839.33
2017		36,951,337	16,657,434	10,170,247	-	5,085,123	5,038,533	94.98%	0.5504	916.68
2018	(2)	6,509,329	2,900,431	1,803,969		901,984	902,945	16.05%	0.0930	159.46

(1) Amount of increase due to several large one time sales tax reallocations from the State Comptroller's Office
(2) As of December, 2017
(3) The Educational Sales Tax expired March 31, 2008
(4) Collection of the Street Maintenance and Crime Prevention Taxes began on April 1, 2008.

Table 14 - Current Investments (As of 9/30/2017)

Description	Percent of Portfolio	Purchase Price	Market Value
TexPool	22.89%	$ 29,540,408	$ 29,541,294
TexStar	22.65%	29,239,815	29,240,458
U.S. Treasury Note	24.30%	31,357,391	31,299,904
Federal Home Loan Bank	16.06%	20,724,433	20,746,460
Federal Home Loan Mortgage Corporation	12.71%	16,404,947	16,423,600
Federal Farm Credit Banks	1.39%	1,798,326	1,798,754
	100.00%	$ 129,065,320	$ 129,050,470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